State of Alaska

Department of Revenue

Administrative Services Division



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The Honorable Peggy Wilson House Transportation Committee Alaska State Legislature State Capitol Juneau, AK 99801

HB102 Suspension of Motor Fuel Tax By Request of the Governor

SECTION ANALYSIS

Section 1: Suspension of the Motor Fuel Tax.

- (a) Suspends collection of the motor fuel tax imposed under AS 43.40.010 for two years beginning July 1, 2011 ending June 30, 2013.
- (b) Requires motor fuel distributors to report the amount of motor fuel sold or transferred in the state to the Department of Revenue and provides for a penalty of up to \$5,000 for failure to report.
- (c) The Department of Revenue would be able to immediately draft regulations to implement the suspension.

Section 2: Repealer. Repeals Section 1(a) (the tax suspension) on June 30, 2013.

Section 3: Effective Date. Provides for an immediate effective date.