

February 20, 2014

The Honorable Representative Peggy Wilson House Transportation Committee State Capitol Room 406 Juneau, Alaska 99801

Re: HB 314 Passenger Vehicle Rental Tax

Chairperson Wilson,

Alaska Petroleum Products is a company that started in 2011 and provides petroleum products to various customers, focusing mainly on the Kenai Peninsula and Prudhoe Bay areas.

As a young and growing company, the burden of an additional tax could be devastating and greatly affect our ability to operate.

We rely on the rental industry to provide part of our fleet that allows us to transport our products to our customers. With the addition of a 10% tax added to our expense of renting from our local vendors, it adds up to critical dollars that could be better spent in the operation of our business.

It is our understanding that the vehicle tax bill's original intent was for the purpose of collecting revenues from tourism, not the local Alaskan business that are already supporting the State of Alaska.

Thank you for considering my comments regarding House Bill 314. If there are any concerns regarding my support, please contact me at 907-748-7958.

Best Regards.

Wayne Wong

Managing Member

Cc: Representative Thompson

PO Box 2656 Kenai Alaska 99611