

SENATE BILL NO. 66

IN THE LEGISLATURE OF THE STATE OF ALASKA
TWENTY-NINTH LEGISLATURE - FIRST SESSION

BY SENATOR GIESSEL

Introduced: 3/4/15

Referred: Transportation, Finance

A BILL

FOR AN ACT ENTITLED

1 "An Act relating to the passenger and recreational vehicle rental taxes; and providing
2 for an effective date."

3 **BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF ALASKA:**

4 * **Section 1.** AS 43.52.010 is amended to read:

5 **Sec. 43.52.010. Levy of passenger and recreational vehicle rental tax.** There
6 is imposed an excise tax on the charge for the lease or rental of a passenger **or**
7 **recreational** vehicle in this state if the lease or rental of the passenger **or recreational**
8 vehicle does not exceed a period of 90 consecutive days.

9 * **Sec. 2.** AS 43.52.020 is amended to read:

10 **Sec. 43.52.020. Rate of [PASSENGER] vehicle rental tax.** The rate of the
11 tax levied in AS 43.52.010 is

12 **(1)** 10 percent of the total fees and costs charged for the lease or rental
13 of **a** [THE] passenger vehicle;

14 **(2)** **three percent of the total fees and costs charged for the lease or**

1 **rental of a recreational vehicle.**

2 * **Sec. 3.** AS 43.52.099(2) is amended to read:

3 (2) "passenger vehicle" means a motor vehicle as defined in
4 AS 28.90.990, **including a car, sport utility vehicle, van, or truck,** that is **licensed**
5 **to operate and** driven or moved **primarily** on a highway or other public right-of-way
6 in the state, but does not include

7 (A) a commercial motor vehicle as that term is defined in
8 AS 28.90.990;

9 (B) emergency or fire equipment that is necessary to the
10 preservation of life or property;

11 (C) a farm vehicle that is controlled and operated by a farmer,
12 used to transport agricultural products, farm machinery, or farm supplies to or
13 from that farmer's farm, not used in the operations of a common or contract
14 motor carrier, and used within 150 miles of the farmer's farm;

15 (D) a recreational vehicle;

16 (E) a taxicab;

17 (F) a rental truck; in this subparagraph, "rental truck" means a
18 motor vehicle with a gross vehicle weight rating greater than **6,500** [8,500]
19 pounds that is designed, used, or maintained primarily for the transportation of
20 personal property;

21 (G) a vehicle provided by an automobile dealer to a customer
22 as replacement transportation during warranty, recall, or service contract
23 repairs if the dealer does not receive compensation from the customer; or

24 (H) a motorcycle or a motor-driven cycle as those terms are
25 defined in AS 28.90.990 **and a sidecar for a motorcycle or motor-driven**
26 **cycle;**

27 **(I) a construction vehicle;**

28 **(J) a vehicle used exclusively for hauling or delivering**
29 **cargo;**

30 **(K) an all-terrain vehicle;**

31 **(L) a trailer designed to carry property;**

- 1 * **Sec. 4.** AS 43.52.030 and 43.52.040 are repealed.
- 2 * **Sec. 5.** This Act takes effect immediately under AS 01.10.070(c).