



THE STATE
of **ALASKA**
GOVERNOR MIKE DUNLEAVY

Department of Revenue

TAX DIVISION

550 W. Seventh Ave., Suite 500
Anchorage, Alaska 99501-3555
Main: 907.269.6620
Fax: 907.269.6644

March 17, 2021

The Honorable Grier Hopkins
Alaska State Representative
Chair, House Transportation Committee
State Capitol Room 434
Juneau, AK 99801

Dear Chair Hopkins,

The purpose of this letter is to provide additional information related to Motor Fuel Surcharge that was discussed during the House Transportation Committee hearing on March 16, 2021. During the hearing, a question was raised about whether jet fuel is subject to the Motor Fuel Surcharge imposed under AS 43.40.005.

As discussed during the hearing, aviation fuel is exempt from the surcharge imposed under AS 43.40.005, and jet fuel is a type of aviation fuel. Thus, jet fuel is exempt from the surcharge.

I hope you find this information to be useful. Please do not hesitate to contact me if you have further questions.

Sincerely,

Nicole S. Reynolds
Deputy Director, Tax Division