

**HOUSE BILL NO. 299**

IN THE LEGISLATURE OF THE STATE OF ALASKA

TWENTIETH LEGISLATURE - SECOND SESSION

BY REPRESENTATIVES WILLIAMS, Croft

Introduced: 1/12/98

Referred: Finance

**A BILL**

**FOR AN ACT ENTITLED**

1 "An Act reducing excise tax rates for pipe tobacco and certain cigars, cheroots,  
2 and stogies."

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

4 \* **Section 1.** AS 43.50.300 is amended to read:

5 **Sec. 43.50.300. Excise tax levied.** (a) An excise tax is levied

6 (1) on **the following** tobacco products in the state at the rate of **25** [75]  
7 percent of the wholesale price of the tobacco **product:**

8 **(A) cigars, cheroots, and stogies if the wholesale price of the**  
9 **cigar, cheroot, or stogie is more than \$1.75; and**

10 **(B) tobacco in any form suitable for smoking in a pipe;**

11 **(2) on a tobacco product, except a product described in (1) of this**  
12 **subsection, in the state at the rate of 75 percent of the wholesale price of the**  
13 **tobacco product** [PRODUCTS].

14 **(b)** The tax **imposed under (a) of this section** is levied when a person

- 1                   (1) brings, or causes to be brought, a tobacco product into the state  
2 from outside the state for sale;  
3                   (2) makes, manufactures, or fabricates a tobacco product in the state  
4 for sale in the state; or  
5                   (3) ships or transports a tobacco product to a retailer in the state for  
6 sale by the retailer.