

SENATE BILL NO. 153

IN THE LEGISLATURE OF THE STATE OF ALASKA

TWENTY-FIRST LEGISLATURE - FIRST SESSION

BY THE SENATE FINANCE COMMITTEE

Introduced: 4/15/99

Referred: Finance

A BILL

FOR AN ACT ENTITLED

1 "An Act levying and providing for the collection and administration of an excise
2 tax on passenger vehicle rentals; and providing for an effective date."

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

4 * **Section 1.** AS 43 is amended by adding a new chapter to read:

5 **Chapter 52. Passenger Vehicle Rental Tax.**

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

10 **Sec. 43.52.020. Rate of passenger vehicle rental tax.** The tax imposed by
11 AS 43.52.010 - 43.52.099 is levied at a rate of 10 percent of the amount charged for
12 the lease or rental of the passenger vehicle.

13 **Sec. 43.52.030. Liability for payment of passenger vehicle rental tax.** The
14 tax imposed by AS 43.52.010 - 43.52.099 is due and payable to the department

- 1 (1) by the person who provides the rented passenger vehicle; and
2 (2) in the manner and at the times required by the department by
3 regulation.

4 **Sec. 43.52.040. Applicability of the tax.** The provisions of AS 43.52.010 -
5 43.52.099 apply to a passenger vehicle whether or not the passenger vehicle is
6 registered and licensed in this state.

7 **Sec. 43.52.050. Relationship to municipal levies.** The tax imposed by
8 AS 43.52.010 - 43.52.099 is in addition to a tax that may be imposed on passenger
9 vehicle rentals by a municipality under AS 29.45.

10 **Sec. 43.52.060. Administration of tax.** The department shall administer the
11 tax imposed by this chapter and may adopt any necessary regulations.

12 **Sec. 43.52.099. Definitions.** In AS 43.52.010 - 43.52.099,

13 (1) "passenger vehicle" means a motor vehicle as defined in
14 AS 28.40.100 that is driven or moved on a highway or other public right-of-way in the
15 state but does not include a "commercial motor vehicle" as that term is defined in
16 AS 28.40.100;

17 (2) "tax" means the excise tax on the charge made for the rental of a
18 passenger vehicle levied under AS 43.52.010 - 43.52.099.

19 * **Sec. 2.** This Act takes effect January 1, 2000.