

HOUSE BILL NO. 303

IN THE LEGISLATURE OF THE STATE OF ALASKA
TWENTY-SECOND LEGISLATURE - SECOND SESSION

BY REPRESENTATIVES WHITAKER, Fate, Lancaster

Introduced: 1/14/02

Referred: State Affairs, Finance

A BILL

FOR AN ACT ENTITLED

1 **"An Act relating to the levy and collection of a sales tax; and providing for an effective**
2 **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 44. Sales Tax.**

6 **Sec. 43.44.010. Levy of sales tax; tax rate.** (a) On or after January 1, 2003,
7 a sales tax is levied on the sale or other transfer for consideration of goods, on rents,
8 and on services performed for consideration in the state.

9 (b) The rate of the sales tax is six percent of the price of goods sold or
10 otherwise transferred, rents, and the value of services performed.

11 **Sec. 43.44.020. Exemptions.** The tax levied under AS 43.44.010 does not
12 apply to

13 (1) goods sold, rents, or services performed on or after October 1 and
14 before May 1 of the following year;

- 1 (2) goods sold, rents, or services performed that are
 2 (A) explicitly exempted from taxation under another provision
 3 of state law; or
 4 (B) exempt from taxation under federal law, including sales to
 5 the federal government, and purchases made with
 6 (i) food coupons, food stamps, or other types of
 7 certificates issued under 7 U.S.C. 2011 - 2025 (Food Stamp Act); and
 8 (ii) food instruments, food vouchers, or other types of
 9 certificates issued under 42 U.S.C. 1786 (special supplemental nutrition
 10 program for women, infants, and children);
 11 (3) sales of goods or services for resale;
 12 (4) electricity, natural gas, and water and sewer utility services;
 13 (5) funeral, cemetery, and crematory goods and services;
 14 (6) alcoholic beverages;
 15 (7) health care services provided by a person licensed or certified to
 16 provide those services under AS 08;
 17 (8) prescription drugs, devices, and supplies prescribed by a person
 18 licensed to prescribe those goods under AS 08;
 19 (9) that part of the selling price of a single item or the periodic selling
 20 price of a single service that exceeds \$2,000;
 21 (10) sales made from vending machines;
 22 (11) educational services;
 23 (12) petroleum and petroleum products;
 24 (13) real estate rentals;
 25 (14) construction services;
 26 (15) admission to museums and historic sites.

27 **Sec. 43.44.030. Collection of sales tax.** (a) A seller shall add the amount of
 28 the sales tax levied by this chapter to the total price of goods, rentals, or services
 29 subject to the tax, and the tax shall be stated separately on any sales receipt, invoice, or
 30 other record of the sale or rental.

31 (b) A seller shall collect the sales tax from the purchaser and remit the tax

1 collected to the department not later than 30 days following the last day of the month
2 in which the tax was collected.

3 (c) A seller remitting the sales tax collected under this chapter to the
4 department within 30 days after the last day of the month in which the tax was
5 collected may retain one percent of the amount collected to cover expenses associated
6 with collecting and remitting the tax.

7 **Sec. 43.44.040. Accounting.** The department shall deposit all money
8 collected under this chapter in the general fund of the state.

9 * **Sec. 2.** This Act takes effect January 1, 2003.