

SPONSOR SUBSTITUTE FOR SENATE BILL NO. 50

IN THE LEGISLATURE OF THE STATE OF ALASKA

THIRTIETH LEGISLATURE - FIRST SESSION

BY SENATOR GIESSEL

Introduced: 2/15/17

Referred: Transportation, Finance

A BILL

FOR AN ACT ENTITLED

1 **"An Act relating to fees for the sale or installation of studded tires; and providing for an**
2 **effective date."**

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

4 * **Section 1.** AS 43.98.025(b) is amended to read:

5 (b) In addition to the fee imposed under (a) of this section, a fee of **\$50** [\$5] a
6 tire is imposed on the retail sale in the state [ON OR AFTER JULY 1, 2004,] of tires
7 for motor vehicles designed for use on a highway that are studded with metal studs or
8 spikes weighing more than **0.5** [1.1] grams each embedded in the periphery of the tire
9 surface and protruding beyond the tread surface of the tire, or on the installation in the
10 state [ON OR AFTER JULY 1, 2004,] for a fee of metal studs or spikes weighing
11 more than **0.5** [1.1] grams each on a tire for a motor vehicle designed for use on a
12 highway. **An online retail sale occurring outside the state is subject to the fee in**
13 **this subsection as if the sale had occurred in the state, if the tires on which a fee is**
14 **imposed under this subsection are used primarily in the state.**

1 * **Sec. 2.** AS 43.98.025 is amended by adding a new subsection to read:

2 (i) The proceeds of the fee imposed under (b) of this section shall be
3 separately accounted for under AS 37.05.142. The legislature may appropriate the
4 annual estimated balance of the account maintained by the commissioner of
5 administration under AS 37.05.142 for the repair and maintenance of roads maintained
6 by the state. Nothing in this subsection creates a dedicated fund.

7 * **Sec. 3.** The uncodified law of the State of Alaska is amended by adding a new section to
8 read:

9 **APPLICABILITY.** (a) AS 43.98.025(b), as amended by sec. 1 of this Act, applies to
10 sales and installations occurring on or after the effective date of this Act.

11 (b) AS 43.98.025(i), added by sec. 2 of this Act, applies to the proceeds from fees
12 collected after the effective date of this Act.

13 * **Sec. 4.** This Act takes effect July 1, 2017.