

AMENDMENT #20

OFFERED IN THE HOUSE
TO: HB 90

BY REPRESENTATIVE JOHNSON

1 Page 1, line 2:

2 Delete "liability for" (title amendment)

3

4 Page 1, following line 6:

5 Insert a new bill section to read:

6 **** Sec. 2.** AS 43.52.010 is amended to read:

7 **Sec. 43.52.010. Levy of passenger vehicle rental tax. Except as provided in**
8 **AS 43.52.070(b) and 43.52.090(b), an excise tax** [THERE] is imposed [AN EXCISE
9 TAX] on the charge for the lease or rental of a passenger vehicle in this state if the
10 lease or rental of the passenger vehicle does not exceed a period of 90 consecutive
11 days."

12

13 Renumber the following bill sections accordingly.

14

15 Page 2, lines 4 - 5:

16 Delete ""vehicle rental business" and "vehicle rental network" have the meanings"

17 Insert ""vehicle rental network" has the meaning"

18

19 Page 2, following line 5:

20 Insert new bill sections to read:

21 **** Sec. 5.** AS 43.52.070 is amended to read:

22 **Sec. 43.52.070. Relationship to municipal levies. Except as provided in (b)**
23 **of this section, the** [THE] taxes imposed by AS 43.52.010 - 43.52.099 are in addition

1 to taxes that may be imposed on vehicle rentals by a municipality under AS 29.45.

2 * **Sec. 6.** AS 43.52.070 is amended by adding a new subsection to read:

3 (b) If the combination of the state and municipal vehicle rental taxes imposed
4 on a passenger vehicle exceeds 10 percent of total fees and costs charged for the lease
5 or rental of the passenger vehicle, the tax under this chapter is the difference between
6 the municipal tax and 10 percent of the total fees and costs charged for the lease or
7 rental of the passenger vehicle. The tax levied under this chapter is zero if municipal
8 taxes are equal to or exceed 10 percent of the total fees and costs charged for the lease
9 or rental of the passenger vehicle.

10 * **Sec. 7.** AS 43.52.090 is amended by adding a new subsection to read:

11 (b) For each of the first five consecutive calendar years that a vehicle rental
12 business leases or rents a vehicle, the passenger vehicle tax applies only to fees and
13 costs received for the lease or rental of the vehicle in excess of \$20,000 in the calendar
14 year.

15 * **Sec. 8.** AS 43.52.099 is amended by adding a new paragraph to read:

16 (6) "vehicle rental business" has the meaning given in AS 45.45.459."
17

18 Renumber the following bill sections accordingly.