

1 IN THE SENATE

BY THE FINANCE COMMITTEE

2

SENATE BILL NO.214

3

IN THE LEGISLATURE OF THE STATE OF ALASKA

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FIRST LEGISLATURE - SECOND SESSION

5

A BILL

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For an Act entitled: "An Act levying a tax on gross receipts of
7 professional athletic and sports events;
8 providing for penalties; and providing
9 for an effective date."

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

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Section 1. TAX IMPOSED. There is hereby imposed a tax of
12 five per cent on the gross receipts of all professional and
13 semiprofessional athletic and sports events as defined by the
14 Amateur Athletic Union of the United States.

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For the purposes of this Act "gross receipts" shall mean all
16 income from any source whatsoever resulting from the conducting
17 of a professional or semiprofessional athletic or sports event,
18 but it shall not include income from concessions or sale of
19 programs.

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Sec. 2. FILING REPORTS AND PAYING TAX. Within one week
21 after the termination of any such contest, the manager, promoter
22 or sponsor of such professional or semiprofessional athletic or
23 sports event, shall file with the Department of Revenue a duly
24 verified report showing the number of tickets sold, the price
25 charged for such contest and all other proceeds of such event.

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The gross receipts tax levied under this Act shall be paid
27 to the Department of Revenue and covered into the general fund
28 in accordance with procedure and regulations established by the
29 Commissioner of Revenue, but in no event shall the tax be paid

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1 later than 30 days after the termination of such professional or
2 semiprofessional athletic or sports event.

3 Sec. 3. INTEREST. If the manager, promoter, or sponsor
4 of said professional or semiprofessional athletic or sporting
5 event fails to pay the gross receipts tax when due, there will
6 be due in addition to any such tax, interest at the rate of six
7 per cent per annum until such tax is paid.

8 Sec. 4. PENALTY. If the manager, promoter, or sponsor of
9 said professional or semiprofessional athletic or sporting event
10 fails to remit the tax when due, he will be subject to a penalty
11 of five per cent of the total amount of the tax due for each 30
12 days or fraction thereof said tax remains unpaid, up to a maximum
13 of 25% of the total amount of the gross receipts tax due.

14 Sec. 5. CRIMINAL PENALTY. Any person who wilfully files a
15 fraudulent return or wilfully fails to pay or evades the tax
16 herein imposed, shall be guilty of a misdemeanor and upon con-
17 viction thereof shall be fined not more than \$1,000.00, or
18 imprisoned for not more than one year, or both, together with
19 costs of prosecution.

20 Sec. 6. ATHLETIC AND SPORTS EVENTS SUBJECT TO TAX. For the
21 purpose of this Act, the gross receipts tax on professional or
22 semiprofessional athletic or sporting events shall include but
23 not be limited to a gross receipts tax on each of the following
24 athletic or sporting events: baseball, football, basketball,
25 boxing, wrestling, hockey, tennis, dog mushing, automobile racing,
26 marathon racing, speedboat racing, yacht racing, horse and dog
27 racing, track and field events, winter sports, swimming and diving
28 and any form of animal racing, archery, and golf.

29 Sec. 7. ATHLETIC AND SPORTS EVENTS EXEMPT FROM TAX. The tax
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1 herein provided for shall be in no way construed to levy a tax
2 on any athletic and sports event held under the auspices and
3 control of any elementary or high school or any college or
4 university in the state.

5 Sec. 8. EFFECTIVE DATE. This Act takes effect on the day
6 after its passage and approval or on the day it becomes law
7 without such approval.

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