

1 IN THE SENATE

BY SENATORS OWEN AND COGHILL

2

SENATE BILL NO. 128

3

IN THE LEGISLATURE OF THE STATE OF ALASKA

4

SECOND LEGISLATURE - FIRST SESSION

5

A BILL

6

For an Act entitled: "An Act relating to the relief of tax
7 liability incurred under the Cigarette Tax
8 Act; and providing for an effective date."

8

9

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

10

11

12

13

14

15

16

17

18

19

20

21

Section 1. The purpose of this Act is to relieve the tax
liability of a class of vendors of tobacco products who the
legislature has determined have in good faith attempted to comply
with the Cigarette Tax Act, but who have been over a period of
approximately three years misinformed by the state as to their
liability and who have as a result not collected any cigarette
tax from the retailer or ultimate consumer of cigarettes purchas-
ed on military reservations. The legislature determines that
this tax relief is necessitated by the gross inequity created by
the state in giving misinformation regarding tax liability, and
that this relief is given to this class of taxpayers in the best
interest of the state.

22

23

24

25

26

27

28

29

Sec. 2. Vendors of tobacco products are relieved of any
tax liability, including penalties and interest, incurred under
Ch. 187, SLA 1955, before December 1, 1960, for cigarettes
acquired for sale or resale through vending machines on military
reservations when the tax was not included in the retail sales
price.

Sec. 3. This Act takes effect on the day after its passage
and approval or on the day it becomes law without such approval.

SB #128 as amended

-1-