

Original sponsor: Rules Committee by
request of the Governor

Offered: 5/9/77
Referred: Rules

1 IN THE SENATE

BY THE FINANCE COMMITTEE

2 HOUSE CS FOR CS FOR SENATE BILL NO. 149

3 IN THE LEGISLATURE OF THE STATE OF ALASKA

4 TENTH LEGISLATURE - FIRST SESSION

5 A BILL

6 For an Act entitled: "An Act relating to the tax on motor fuel for water-
7 craft; and providing for an effective date."

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

9 * Section 1. AS 43.40.010(a) is amended to read:

10 CHAPTER 40. MOTOR FUEL [OIL] TAX.

11 (a) There is levied a tax of eight cents a gallon on all motor
12 fuel sold or otherwise transferred within the state, except that
13 (1) the tax on aviation gasoline is four cents a gallon,
14 (2) the tax on motor fuel used in and on [ENGINES FOR THE
15 PROPULSION OF BOATS AND] watercraft of all descriptions is five [FOUR]
16 cents a gallon [; IF A PERSON CLAIMS AN EXEMPTION FOR NONPROPULSION USE
17 UNDER THIS PARAGRAPH, HE SHALL SIGN A STATEMENT AT THE TIME OF THE SALE
18 OR TRANSFER ATTESTING TO THE FACT THAT THE AMOUNT OF FUEL FOR WHICH HE
19 CLAIMS THE EXEMPTION WILL BE USED ONLY FOR NONPROPULSION USE ABOARD A
20 BOAT OR WATERCRAFT], and

21 (3) the tax on all aviation fuel other than gasoline is two
22 and one-half cents a gallon.

23 * Sec. 2. AS 43.40.010(b) is amended to read:

24 (b) There is levied a tax of eight cents a gallon on all motor
25 fuel consumed by a user, except that

26 (1) the tax on aviation gasoline consumed is five [FOUR]
27 cents a gallon, [.]

28 (2) the tax on motor fuel used in and on [ENGINES FOR THE
29 PROPULSION OF BOATS AND] watercraft of all descriptions is four cents a

1 gallon [; IF A PERSON CLAIMS AN EXEMPTION FOR NONPROPULSION USE UNDER
2 THIS PARAGRAPH, HE SHALL SIGN A STATEMENT AT THE TIME OF PURCHASE
3 ATTESTING TO THE FACT THAT THE AMOUNT OF FUEL FOR WHICH HE CLAIMS THE
4 EXEMPTION WILL BE USED ONLY FOR NONPROPULSION USE ABOARD A BOAT OR
5 WATERCRAFT], and

6 (3) the tax on all aviation fuel other than gasoline is two
7 and one-half cents a gallon.

8 * Sec. 3. AS 43.40.020(b) is repealed.

9 * Sec. 4. AS 43.40.030(a)(2) is amended to read:

10 (2) the motor fuel is not aviation fuel, or motor fuel used
11 in or on [AN ENGINE TO PROPEL A BOAT OR] watercraft [, INCLUDING MOTOR
12 FUEL WHICH MAY BE USED FOR HEATING AND COOKING ABOARD BOATS AND WATER-
13 CRAFT]; and

14 * Sec. 5. AS 43.40.100(2) is amended to read:

15 (2) "motor fuel" means fuel used in an engine for the propul-
16 sion of a motor vehicle or [,] aircraft, and fuel used in and on [BOAT
17 OR] watercraft for any purpose, or in a stationary engine, machine or
18 mechanical contrivance which is run [PROPELLED] by an internal combus-
19 tion motor; "motor fuel" does not include [EXCEPT ON CONSIGNMENTS OF
20 MOTOR]

21 (A) fuel consigned [OIL] to foreign countries,

22 (B) [EXCEPT MOTOR] fuel [OIL] sold for use in jet pro-
23 pulsion aircraft operating in flights to foreign countries,

24 (C) [AND EXCEPT] fuel used in stationary power plants
25 operating as public utility plants and generating electrical energy
26 for sale to the general public, [OR]

27 (D) fuel used by nonprofit power associations or cor-
28 porations for generating electric energy for resale, or

29 (E) fuel used by charitable institutions;

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* Sec. 6. This Act takes effect July 1, 1977.