

Introduced: 3/12/86  
Referred: Community & Regional  
Affairs and Health, Education &  
Social Services

BY THE HEALTH, EDUCATION AND  
SOCIAL SERVICES COMMITTEE

1 IN THE HOUSE

2 HOUSE BILL NO. 697

3 IN THE LEGISLATURE OF THE STATE OF ALASKA

4 FOURTEENTH LEGISLATURE - SECOND SESSION

5 A BILL

6 For an Act entitled: "An Act prohibiting municipal sales tax on purchases  
7 made with food stamps; and providing for an effective  
8 date."

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

10 \* Section 1. AS 29.45.650(a) is amended to read:

11 (a) Except as provided in (f) of this section, a [A] borough may  
12 levy and collect a sales tax not exceeding six percent on sales,  
13 rents, and on services provided in the borough. The sales tax may  
14 apply to any or all of these sources. Exemptions may be granted by  
15 ordinance.

16 \* Sec. 2. AS 29.45.650 is amended by adding a new subsection to read:

17 (f) A borough may not levy and collect a sales tax on a purchase  
18 made with food coupons, food stamps, or other type of certificate  
19 issued under 7 U.S.C. 2011 - 2025 (Food Stamp Act).

20 \* Sec. 3. AS 29.45.700(a) is amended to read:

21 (a) A city in a borough that levies and collects areawide sales  
22 and use taxes may levy sales and use taxes on all sources taxed by the  
23 borough in the manner provided for boroughs. The [, EXCEPT THAT THE]  
24 assembly may by ordinance authorize a city to levy and collect sales  
25 and use taxes on other sources except purchases made with food cou-  
26 pons, food stamps, or other type of certificate issued under 7 U.S.C.  
27 2011 - 2025 (Food Stamp Act).

28 \* Sec. 4. This Act takes effect October 1, 1986.