

HOUSE BILL NO. 536**IN THE LEGISLATURE OF THE STATE OF ALASKA****EIGHTEENTH LEGISLATURE - SECOND SESSION****BY THE HOUSE TRANSPORTATION COMMITTEE****Introduced: 3/18/94****Referred: Labor & Commerce, State Affairs, Finance****A BILL****FOR AN ACT ENTITLED**

1 "An Act relating to the tax on transfers or consumption of motor fuel; and
2 providing for an effective date."

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

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

5 (a) There is levied a tax of 11 [EIGHT] cents a gallon on all motor fuel sold
6 or otherwise transferred within the state, except that

7 (1) the tax on aviation gasoline is four cents a gallon,

8 (2) the tax on motor fuel used in and on watercraft of all descriptions
9 is five cents a gallon, and

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

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

13 (b) There is levied a tax of 11 [EIGHT] cents a gallon on all motor fuel
14 consumed by a user, except that

- 1 (1) the tax on aviation gasoline consumed is four cents a gallon,
2 (2) the tax on motor fuel used in and on watercraft of all descriptions
3 is five cents a gallon, and
4 (3) the tax on all aviation fuel other than gasoline is two and one-half
5 cents a gallon.

6 * Sec. 3. AS 43.40.030(a) is amended to read:

7 (a) Except as specified in AS 43.40.010(j), a person who uses motor fuel to
8 operate an internal combustion engine is entitled to a refund of nine [SIX] cents a
9 gallon if

- 10 (1) the tax on the motor fuel has been paid;
11 (2) the motor fuel is not aviation fuel, or motor fuel used in or on
12 watercraft; and
13 (3) the internal combustion engine is not used in or in conjunction with
14 a motor vehicle licensed to be operated on public ways.

15 * Sec. 4. This Act takes effect July 1, 1994.