

SENATE BILL NO. 42

IN THE LEGISLATURE OF THE STATE OF ALASKA

EIGHTEENTH LEGISLATURE - FIRST SESSION

BY SENATORS JACKO, Lincoln

Introduced: 1/11/93
Referred: CRA, L&C, FIN

A BILL

FOR AN ACT ENTITLED

1 "An Act relating to municipal taxation of alcoholic beverages; and providing for
2 an effective date."

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

4 * Section 1. AS 04.21.010(c) is amended to read:

- 5 (c) A municipality may not impose taxes on alcoholic beverages except a
6 (1) property tax on alcoholic beverage inventories;
7 (2) sales tax on alcoholic beverage sales if sales taxes are imposed on
8 other sales within the municipality; a sales tax imposed on alcoholic beverages may
9 be equal to or higher than the sales tax imposed on other sales within the
10 municipality but may not be lower than the sales tax imposed on other sales
11 within the municipality;
12 (3) sales tax on alcoholic beverage sales that was in effect before
13 July 1, 1985; and
14 (4) sales and use tax on alcoholic beverages if the sale of alcoholic

1 beverages within the municipality has been prohibited under AS 04.11.490.

2 * Sec. 2. AS 29.45.650(b) is amended to read:

3 (b) A borough levying a sales tax may also by ordinance levy a use tax on the
4 storage, use, or consumption of tangible personal property in the borough. The use tax
5 rate must equal the sales tax rate and the use tax shall be levied only on buyers. This
6 subsection does not apply to a tax levied under AS 04.21.010(c).

7 * Sec. 3. This Act takes effect July 1, 1993.