

CS FOR SENATE BILL NO. 42(CRA) am(efd fld)
IN THE LEGISLATURE OF THE STATE OF ALASKA
EIGHTEENTH LEGISLATURE - FIRST SESSION

BY THE SENATE COMMUNITY AND REGIONAL AFFAIRS COMMITTEE

Amended: 4/7/93
Offered: 3/10/93

Sponsor(s): SENATOR JACKO

A BILL

FOR AN ACT ENTITLED

1 "An Act relating to municipal taxation of alcoholic beverages."

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

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

- 4 (c) A municipality may not impose taxes on alcoholic beverages except a
- 5 (1) property tax on alcoholic beverage inventories;
- 6 (2) sales tax on alcoholic beverage sales if sales taxes are imposed on
- 7 other sales within the municipality; a sales tax imposed on alcoholic beverages in a
- 8 municipality may be equal to or higher than the sales tax imposed on other sales
- 9 within the municipality but may not be lower than the sales tax imposed on other
- 10 sales within the municipality;
- 11 (3) sales tax on alcoholic beverage sales that was in effect before
- 12 July 1, 1985; and
- 13 (4) sales and use tax on alcoholic beverages if the sale of alcoholic
- 14 beverages within the municipality has been prohibited under AS 04.11.490.

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

2 (b) A borough levying a sales tax may also by ordinance levy a use tax on the
3 storage, use, or consumption of tangible personal property in the borough. The use tax
4 rate must equal the sales tax rate except as otherwise provided under
5 AS 04.21.010(c), and the use tax shall be levied only on buyers.