

SENATE BILL NO. 334

IN THE LEGISLATURE OF THE STATE OF ALASKA

EIGHTEENTH LEGISLATURE - SECOND SESSION

BY THE SENATE RULES COMMITTEE BY REQUEST OF THE GOVERNOR

Introduced: 2/22/94  
Referred: TRA, L&C, JUD, FIN

A BILL

FOR AN ACT ENTITLED

1 "An Act relating to the tax on transfers or consumption of motor fuel, and to  
2 the proceeds from the tax; and 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 25 [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 25 [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 AS 43.40.010(g) is repealed and reenacted to read:

7 (g) The proceeds of the revenue from the tax on all motor fuels, except as  
8 provided in (e), (f), (j), and (m) of this section, shall be deposited in a special highway  
9 fuel tax account in the state general fund. The legislature may appropriate money  
10 from the account for expenditure by the Department of Transportation and Public  
11 Facilities directly or as matched with available federal-aid highway money for  
12 maintenance of highways, construction of highway projects and ferries included in the  
13 program provided for in AS 19.10.150, including approaches, appurtenances and  
14 related facilities and acquisition of rights-of-way or easements, and other highway  
15 costs including surveys, administration, and related matters.

16 \* Sec. 4. AS 43.40.010 is amended by adding a new subsection to read:

17 (m) The proceeds of the revenue from one cent of the 25-cent tax imposed by  
18 (a) and (b) of this section shall be deposited in a special storage tank assistance  
19 account in the state general fund. The legislature may appropriate from this account  
20 to the storage tank assistance fund established by AS 46.03.410.

21 \* Sec. 5. This Act takes effect July 1, 1994.