

IMPORTANT NOTICE

NEW FEE ON STUDDED TIRES

Effective July 1, 2004
On All Studded Tires

Effective July 1, 2004, state law (AS 43.98.025) imposes a fee of **\$5.00** on the sale of each tire for motor vehicles designed for highway use, **when the tires are studded** with metal studs or spikes weighing more than 1.1 grams each. This fee includes the *installation* of metal studs or spikes weighing more than 1.1 grams each.

This fee is in **addition** to the **\$2.50 fee on the sale of each new tire** for motor vehicles designed for highway use (AS 43.98.025(a)). That portion of the fee was effective September 26, 2003.

Certain sales are not subject to the fee: sales of new tires to resellers and sales of new tires to federal, state or local government agencies for official use.

**For additional information or a copy of the law, please visit the
Alaska Department of Revenue's website (www.revenue.state.ak.us)
or call the Tax Division in Anchorage at (907) 269-6620.**