

**TESTIMONY PRESENTED TO THE FINANCE, REVENUE, AND BONDING
COMMITTEE**

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Testimony on House Bill No. 1052

AN ACT CONCERNING IMPROVED TAX COLLECTION

Senator Fonfara, Representative Widlitz and distinguished members of the Finance, Revenue and Bonding Committee, thank you for the opportunity to offer testimony on House Bill No. 1052, AAC IMPROVED TAX COLLECTION.

Most of the provisions of this bill are proposed by the Department of Revenue Services and are intended to improve tax collection and consistency.

However, section 4 of the bill is not supported by DRS or OPM. It would exempt "cosmetic grade mineral oil" from the petroleum gross receipts tax. This provision would cost the state \$300,000 it cannot afford to lose at this time.

I would like to again thank the committee for the opportunity to present this testimony.