

15 AAC 61.100(a) is amended to read:

(a) All non-exempt marijuana sold or transferred from a marijuana cultivation facility will be taxed as follows:

(1) **mature bud will be taxed at \$50 an ounce** [ANY PART OF THE BUD AND FLOWER WILL BE TAXED AT \$50 AN OUNCE];

(2) **immature bud will be taxed at \$25 an ounce;** [THE REMAINDER OF THE PLANT, NOT INCLUDED IN (1) OF THIS SUBSECTION, WILL BE TAXED AT \$15 AN OUNCE.]

(3) abnormal bud will be taxed at \$25 an ounce;

(4) the remainder of the plant will be taxed at \$15 an ounce; and

(5) clones will be taxed at \$1 per plant.

15 AAC 61.100 is amended by adding a new subsection to read:

(d) Marijuana offered for sale in a manner that contains a combination of plant parts will be taxed at the tax rate applicable to the plant part subject to the highest tax rate under this section. (Eff. 5/28/2016, Register 218; am ___/___/_____, Register _____)

Authority: AS 43.05.080 AS 43.61.010 AS 43.61.020

The lead-in language to 15 AAC 61.990 is changed to read:

15 AAC 61.990. Definitions. In AS 43.61 and this chapter,

15 AAC 61.990(1) is repealed:

(1) Repealed ___/___/____;

(Eff. 5/28/2016, Register 218; am ___/___/____, Register ____)

15 AAC 61.990 is amended to add the following new paragraphs:

(11) “Abnormal bud” means a flower formed on a flowering marijuana plant, and consists of calyx, pistils, resin, and trichomes, that also

(A) failed a microbial testing required by 3 AAC 306.645(b); or

(B) contains observable seeds;

(12) “Clones” has the meaning given in 3 AAC 306.990(b);

(13) “Flowering” has the meaning given in 3 AAC 306.990(a);

(14) “Immature bud” means an immature flower formed on a flowering marijuana plant, and consists of calyx, pistils, resin, and trichomes and that generally

(A) appear loose, wispy, or leafy; and

(B) are not dense to sight or touch;

(15) "Mature bud" means a mature flower formed on a flowering marijuana plant, and consists of calyx, pistils, resin, and trichomes that are generally i

(A) swelled with resin;

(B) dense to sight and touch; and

(C) visibly covered in trichomes;

(16) “Remainder of the plant” means any part of or derived from a flowering marijuana plant not included in paragraphs (11), (14), or (15) of this section;

Register _____, _____ 2018

REVENUE

(Eff. 5/28/2016, Register 218; am ___/___/_____, Register _____)

Authority:

AS 43.05.080

AS 43.61.020

AS 43.61.030

AS 43.61.010