



To Whom It May Concern:

Petro Star Inc. and its subsidiaries are not subject to a state sales tax or a City of Valdez sales tax. The State of Alaska does not levy a sales tax and neither does the City of Valdez. See below from the state website. Source: <http://tax.alaska.gov/programs/programs/index.aspx?10002>

SALES AND USE TAX NEWS

Does Alaska have a Sales and Use Tax?

The State of Alaska currently does not have a sales and use tax; however, some local jurisdictions impose local sales taxes.

For more information on local taxes, each year the Alaska Department of Commerce, Community and Economic Development publishes *Alaska Taxable*, an overview of each community, whether it collects taxes, and if it does, its tax rates. *Alaska Taxable* is on the website of the department's Division of Community and Regional Affairs. Another route is to go to the division webpage, and under "Division Programs" on the right, click on "Office of the Assessor."

[Tax WebAuthor](#) [Tax Home](#) [Revenue](#) [State of Alaska](#) [Contact Us](#)

City of Valdez

Website: <http://www.ci.valdez.ak.us>

Email: spierce@ci.valdez.ak.us

Phone: 9078354313

Fax: 9078352992

Population: 3,903

Government: Home Rule City

Property Taxation:

Real Property Tax?: Yes *

Personal Property Tax?: No

Rate: 0**

Local Property Tax Revenue: \$5,640,056.00

Oil and Gas Property Tax Revenue: \$39,032,795.00



Sales & Special Taxes:

Sales:		\$0.00
Bed Tax:	8%	\$449,733.00
Tobacco Tax:		\$0.00

Thank you,

Hilary Upicksoun

Tax & Contract Analyst

Petro Star Inc

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