

KENAI PENINSULA BOROUGH

Kenai Peninsula Borough Assembly

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Blaine Gilman, Assembly President
Brent Johnson, Vice President

MEMORANDUM

TO: Blaine Gilman, Assembly President
Kenai Peninsula Borough Assembly Members

FROM: Stan Welles, Assembly Member *S.W.W.*

DATE: May 26, 2016

RE: Substitute Ordinance 2016-16, Amending KPB 5.18.200(A)(16) and 5.18.430 by Exempting Residential Rentals from Sales Tax

I'd like to propose a substitute ordinance 2016-16. Respectfully, I'm just running into too many hurting people to support any tax increases. From a national, state and local perspective I think we need to start setting our sails toward budget reduction instead of the perpetual annual tax increase.

So, my objectives with the substitute ordinance are to:

1. strip out any increase in the sales tax cap leaving it at the current \$500 and
2. fully establish and protect the exemption of residential rent and leases from any sales taxes.

Your support would be appreciated.