

Kenai Peninsula Borough
Assembly

MEMORANDUM

TO: Wayne Ogle, Assembly President
Kenai Peninsula Borough Assembly Members

FROM: Willy Dunne, Assembly Member (B) for W.D.

DATE: June 18, 2019

RE: Ordinance 2019-09: An Ordinance Amending the Borough's Sales Tax Code to Levy a 12 Percent Tax On Temporary Lodging, Exempt Temporary Lodging Rentals from The General Sales Tax, And Allow Cities That Levy a Similar Sales Tax On Temporary Lodging to Exempt Up to One-Half of the Borough's Temporary Lodging Tax, Subject to Voter Approval (Bagley)

I am offering the following amendments for your consideration:

Title amended to read as follows:

An Ordinance Amending the Borough's Sales Tax Code to Levy a **10[12]** Percent Tax On Temporary Lodging, Exempt Temporary Lodging Rentals from The General Sales Tax, And Allow Cities That Levy a Similar Sales Tax On Temporary Lodging to Exempt Up to One-Half of the Borough's Temporary Lodging Tax, Subject to Voter Approval

SECTION 1. KPB 5.18.100(B) is amended as follows:

- B. In addition to the tax levied in paragraph A of this section, there is levied in the borough a sales tax on the rental of temporary lodging of up to **10[12]** percent of the rental price of all such rentals within the borough, except as specifically exempted herein.

SECTION 5. That a ballot proposition shall be placed before borough voters at the regular election on October 1, 2019 to read as follows:

Shall Ordinance 2019-09 be approved? Ordinance 2019-09 establishes a borough sales tax of up to **10[12]** percent on temporary lodging, exempts temporary lodging from the borough general sales tax, and exempts the amount of any city temporary lodging tax up to one-half of the borough's temporary lodging tax. "Temporary lodging" includes a service to provide lodging as described in the ordinance of less than one month for money or other consideration".

Yes _____ A "yes" vote means you approve of a borough temporary lodging tax of up to **10[12]** percent instead of the general sales tax on temporary lodging, with an exemption for any similar tax on temporary lodging tax levied by a city on the lodging. This exemption in cities cannot exceed one-half of the borough's temporary lodging tax.

No _____ A "no" vote means you oppose a borough temporary lodging tax of up to **10[12]** percent instead of the existing general sales tax on temporary lodging, with an exemption for any similar tax on temporary lodging tax levied by a city on the lodging. This exemption in cities cannot exceed one-half of the borough's temporary lodging tax.