

Kenai Peninsula Borough
Finance Department

MEMORANDUM

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

THRU: Charlie Pierce, Mayor 

FROM: Brandi Harbaugh, Finance Director 

DATE: March 22, 2018

RE: Amendment to Ordinance 2018-12, Increasing the Borough Sales Tax Rate from 3.0 Percent to 3.5 Percent by Amending KPB 5.18.100, Subject to Approval by the Voters in the Regular Election on October 2, 2018 (Cooper)

The administration requests that the effective date of the proposed sales tax increase in this ordinance be scheduled for January 1, 2019, instead of April 1, 2019. This is to align it with the borough's implementation of the new 4.5 percent sales tax on marijuana approved by Soldotna effective January 1, 2019. Implementation of both new rates will require similar modifications to the borough's software. Making the changes simultaneously will save time and expense

Following is the amendment to accomplish this: (Please note that the bold underlined language is new and bold crossed out language is to be deleted.)

➤ Amend Section 3, as follows:

SECTION 3. That Sections 2 and 3 of this ordinance shall become effective immediately upon enactment of this ordinance. Section 1 of this ordinance shall become effective ~~April~~ January 1, 2019, only if the proposition contained in Section 2 is approved by a majority of voters voting on the question in the regular election of October 2, 2018.