

**PETERSBURG BOROUGH
ORDINANCE #2014-15**

**AN ORDINANCE AMENDING SECTION 4.28.120 OF THE PETERSBURG
BOROUGH CODE TO INCREASE THE SALES TAX EXEMPTION CAP FOR A
SINGLE SALE FROM \$1200 TO \$2000, AND DIRECTING THAT THE AMENDMENT
BE SUBMITTED TO THE VOTERS OF THE BOROUGH**

Section 1. Classification: This ordinance is of a permanent nature and the amendment set out herein shall be codified in the Petersburg Borough Code upon ratification by the Borough voters.

Section 2. Purpose: The purpose of this ordinance is to amend section 4.28.120, paragraphs D and E, of the Borough Code relating to sales tax exemptions, and to direct that the amendment be submitted to the voters of the borough for ratification.

Section 3. Substantive Provisions: The Petersburg Borough Code shall be amended as follows:

Section 4.28.120, Exemptions, paragraphs D and E, are amended as follows, to increase the sales tax exemption cap for the sale of goods and services from \$1200 to \$2000, with the language proposed for deletion struck through, and the new language in bold and underlined:

D. That part of a sale of goods over ~~one thousand two hundred~~ **two thousand** dollars when all items purchased or delivered at the same time or within a twenty-four-hour period are added together;

E. That part of a sale of services over ~~one thousand two hundred~~ **two thousand** dollars for a specific job or task. Invoices for sales of services shall be computed for tax purposes monthly;

Section 4. Severability: If any provision of this ordinance or any application to any person or circumstance is held invalid, the remainder of this ordinance and the application to other persons or circumstances shall not be affected.

Section 5. Submission to Voters:

A. In accordance with subsection 12.02B of the Borough Charter, the Borough Clerk shall submit the amendment set out in Section 3, as a single proposition, to the voters of the borough at the next regular election to be held on October 7, 2014.

B. The proposition to be submitted to the voters shall read substantially as follows:

Proposition #5

Increasing the Sales Tax Exemption Cap to Sales Over \$2,000 (Two Thousand Dollars)

Shall Ordinance # 2014-15, raising the sales tax exemption cap from \$1200 to \$2000 be ratified (approved) by the voters?

- ☐ Yes
☐ No

Section 6. Effective Date: The amendment set forth in this ordinance, if ratified (approved) by a majority of the qualified voters of the borough voting on the question, shall be effective January 1, 2015.

Passed and approved by the Petersburg Borough Assembly, Petersburg, Alaska this _____ day of July, 2014.

Mark Jensen, Mayor

ATTEST:

Kathy O'Rear, Clerk

Adopted:
Published:
Effective: Upon Adoption