

CITY OF HOMER
HOMER, ALASKA

RESOLUTION 85-4

A RESOLUTION BY THE CITY OF HOMER, ALASKA
SUPPORTING THE KENAI PENINSULA BOROUGH SALES
TAX ORDINANCE 84-74 AND RECOMMENDING CERTAIN
CHANGES.

WHEREAS, the Common Council of the City of Homer, Alaska has reviewed Memorandum 84-188 and Ordinance 84-74 recommending amendments to the present borough sales tax ordinance as proposed by the Kenai Peninsula Borough Sales Tax Committee, and

WHEREAS, the Homer City Council, at their regular meeting held November 26, 1984, reviewed the proposed amendments to the borough sales tax code and discussed certain other changes, and

WHEREAS, the borough sales tax committee did conduct a worksession in the City of Homer on the proposed sales tax amendments on December 6, 1984,

NOW, THEREFORE, BE IT RESOLVED that the Common Council of the City of Homer respectfully supports the following recommendations and changes pertaining to the Kenai Peninsula Borough Sales Tax as proposed in Ordinance 84-74:

1. **Tax Exempt Numbers (new section)**

Re-investigate the tax exempt number system and uphold the existing system except to issue a tax exempt number for building contractors on a job by job basis based upon a building permit process that is currently established within the cities by the cities and establish a building permit process within the borough limits and require the exemption to be on a job by job basis so it can be audited, with the current ordinance;

2. **Section 5.18.085 (1) Seasonal Businesses**

Allow seasonal businesses to file for sales tax only for months during which their actual sales are \$100 or more;

3. **Section 5.18.150 Resale Cards**

Limit the duration of a resale card to one year and adopt regulations setting out criteria for their issuance;

4. **Section 5.18.220 (A, B) and .230 List of Businesses**

Require the Mayor to publish a list of businesses currently registered and those not making payments in all newspapers of local jurisdiction;

5. Section 5.18.240 Proceeds - Disposition (B)

Require the borough to remit taxes collected on behalf of a city not less than 30 days after receiving such taxes;

6. Section 5.18.255 (B) (6) Place of Sale

Use the location of the seller's business as the place of sale rather than the place of delivery;

7. Audit (new section)

Provide systematic audit functions on the sales tax receipts to insure compliance with the sales tax ordinance.

BE IT FURTHER RESOLVED that the Kenai Peninsula Borough is respectfully requested to decrease the property tax if sales tax revenues are not required to support the borough government operations and/or pass the excess sales tax revenues along to the participating municipalities from where they are collected.

DATED at Homer, Alaska this 14th day January, 1985.

CITY OF HOMER

Bruce J. Kessler

Wayne Kessler, Mayor

ATTEST:

Kathleen Herold

Kathleen Herold, City Clerk