CITY OF CORDOVA, ALASKA ORDINANCE 1210

AN ORDINANCE OF THE COUNCIL OF THE CITY OF CORDOVA, ALASKA AMENDING CORDOVA MUNICIPAL CODE SECTION 5.40.010 TO INCREASE THE SALES TAX RATE FROM 6% TO 7% AND REVISING LANGUAGE TO CLARIFY THE SCOPE AND APPLICATION OF CORDOVA'S SALES TAX

WHEREAS, the City of Cordova has not raised its general sales tax rate in over 25 years; and

WHEREAS, the City anticipates a budget deficit that will adversely impact the City's ability to fund services and resources relied upon by the Cordova community; and

WHEREAS, a small increase in the tax rate will provide the City much needed revenue to continue to provide important services and resources to the community; and

WHEREAS, it is in the City's best interest and the interest of its taxpayers to clarify language regarding the scope of the City's sales tax while updating the sales tax rate such revisions could be done without substantial change to Title 5 or Cordova's tax forms,

NOW, THEREFORE, be it ordained by the Council of the City of Cordova:

<u>Section 1.</u> Cordova Municipal Code Section 5.40.010 "Sales tax-levy and application" is amended to read as follows:

5.40.010 - Sales tax—levy and application.

- A. A tax equal to <u>sevensix</u> percent of the sales price shall be levied on all local sales, <u>including rentals and services</u>, within the <u>Ceity</u> equal to or more than twenty cents.
- B. A tax equal to <u>sevensix</u> percent of the sales price shall be levied on all remote sales within the <u>Ceity</u> subject to the Alaska Uniform Remote Sellers Sales Tax Code as adopted and incorporated into this Code via CMC 5.40.011.

<u>Section 2.</u> This ordinance shall take effect on January 1, 2024. This ordinance shall be enacted in accordance with Section 2.13 of the Charter of the City of Cordova, Alaska.

1st reading: November 15, 2023

2nd reading and public hearing: November 29, 2023

PASSED AND APPROVED THIS 19th DAY OF NOVEMBER 2023.

SEAL SEAL STATE OF CORPORATE OF

ATTEST:

Susan Bourgeois, CMC, City Clerk

David Allison, Mayor

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