

Introduced by: Mayor (by request)
Date: April 15, 1975
Hearing: May 20, 1975
Vote: 86.83 "Yes", 40.67 "NO"
Action: Enacted

KENAI PENINSULA BOROUGH

ORDINANCE 75-29

AN ORDINANCE AMENDING KPC 25.10.020 TO PROVIDE AN EXEMPTION FOR SALES AND SERVICES BY BANKING AND SAVING AND LOAN INSTITUTIONS.

WHEREAS, the amounts of tax realized by the borough on sales and services by banks are said to be insignificant in comparison with the cost of bookkeeping and work of collecting said taxes; and

WHEREAS, some citizens fear that their privacy would be invaded in that borough employees would be getting information as to the status of their private bank accounts and would feel more comfortable if such sales taxes were not collected by the borough with consequent auditing procedures; and

WHEREAS, many people would prefer that bank sales and services be exempt from the sales tax; and

WHEREAS, in the past banks have not collected sales tax on their sales and services due to the erroneous conception that they were not taxable therefor; Now Therefore,

BE IT ORDAINED BY THE ASSEMBLY OF THE KENAI PENINSULA BOROUGH:

Section 1. KPC 25.10.020 is amended to add a new subsection (13) to read:

Kenai Peninsula Borough
Ordinance 75-29
Page 1 of 2 Pages

(13) Sales and services by banking institutions and saving and loan institutions in the ordinary course of business of banking and saving and loan operations.

Section 2. This ordinance takes effect June 1, 1975.

ADOPTED BY THE ASSEMBLY OF THE KENAI PENINSULA
BOROUGH THIS 20 DAY OF May, 1975.


Assembly President

ATTEST:


Borough Clerk