

Introduced by: Carey
Date: May 6, 1986
Hearing: June 3, 1986
Vote: 12 No, 3 Yes
Action: Failed

KENAI PENINSULA BOROUGH

ORDINANCE 86-40

AMENDING KPB CHAPTER 5.18 TO PROVIDE EXEMPTIONS FROM SALES TAX.

WHEREAS, enforcement efforts for application of the Borough sales tax to residential rentals has proven be extremely difficult since the nature of a large percentage of residential rentals are not in the usual course of business or occupation of the property owner, and are thus non-commercial in nature; and

WHEREAS, the difficulty in enforcement leads to an unfair, uneven application of the sales tax in that the commercial owners of residential rental properties are easily held to the requirements of the sales tax statute, whereas the more non-commercial rentals are in large part non-complying; and

WHEREAS, the assembly believes that the payment of real property taxes on the residential rental properties provides a reasonably sufficient tax burden upon those property owners;

NOW THEREFORE, BE IT ORDAINED BY THE ASSEMBLY OF THE KENAI PENINSULA BOROUGH:

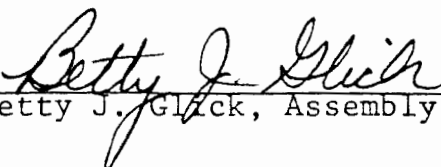
Section 1. That KPB 5.18.260 is amended by the inclusion of an additional subsection to read as follows:

R. Residential rental payments.

Section 2. That this ordinance shall take effect at 12:01 a.m. on July 1, 1986.

FAILED

~~ENACTED~~ BY THE ASSEMBLY OF THE KENAI PENINSULA BOROUGH ON THIS 5th DAY OF June, 1986.


Betty J. Glick, Assembly President

ATTEST:

Borough Clerk