

**CITY OF CORDOVA, ALASKA
ORDINANCE 1158**

**AN ORDINANCE OF THE CITY COUNCIL OF THE CITY OF CORDOVA, ALASKA,
AMENDING CORDOVA MUNICIPAL CODE CHAPTER 5.40 TO DECREASE SALES TAX
FROM 6% TO 4% FROM OCTOBER 1ST THROUGH MARCH 31ST AND INCREASE SALES
TAX FROM 6% TO 8% FROM APRIL 1ST THROUGH SEPTEMBER 30TH**

WHEREAS, the City of Cordova (“City”) is currently facing financial challenges and budgeting concerns; and

WHEREAS, it is in the City’s best interest to generate revenue to support the valuable services the City provides its citizens, residents, and visitors; and

WHEREAS, amending the rate of the sales tax is in the City’s best interest as it provides the City additional revenues to meet the needs of its population and visitors.

NOW, THEREFORE, BE IT ORDAINED by the City Council of the City of Cordova, Alaska that:

Section 1. Cordova Municipal Code 5.40.010 is amended to read as follows:

5.40.010 – Levied.

There is levied on all sales equal to or more than twenty cents, services provided, and rents collected within the city, except sales, services, and rents that are exempt from taxation under this chapter, a tax equal to six percent of the sale price **a tax as set forth in this section. From April 1 through September 30, a tax is levied equal to eight percent of the sale price, charge for services, or rents collected. From October 1 through March 31, a tax is levied equal to four percent of the sale price, charge for services, or rents collected.**

Section 2. This ordinance shall be effective on January 1, 2018. This ordinance shall be enacted in accordance with Section 2.13 of the Charter of the City of Cordova, Alaska, within ten (10) days after its passage.

1st reading: October 18, 2017
2nd reading and public hearing: _____

PASSED AND APPROVED THIS _____ DAY OF _____, 2017.

Clay Koplín, Mayor

ATTEST:

Susan Bourgeois, CMC, City Clerk