



CITY OF WASILLA

290 E. HERNING AVE.
WASILLA, ALASKA 99654-7091
PHONE: (907) 373-9050
FAX: (907) 373-9085

COUNCIL MEMORANDUM NO. 95-63

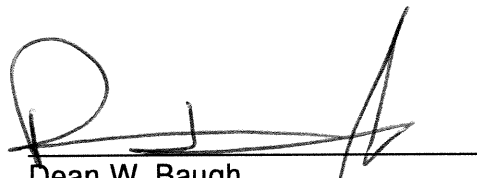
FROM: Finance

DATE: November 1, 1995

SUBJECT: Ordinance 95-42, Amendments to Sales Tax Code 6.50

We are proposing an amendment to Section 6.50.050 Exemptions D. of the Wasilla Sales Tax Code. At this time Non-Profits with a 501(c)3 or 501(c)4 are exempt from paying the sales tax when they buy something and they are exempt from collecting the sales tax when they sell something. Some of these Non-Profits have storefront businesses and are in direct competition with for-profit businesses. This change to the Code would not have any effect on Non-Profits when they purchase items, they would continue to be tax exempt. It would require them to start collecting the sales tax when they sell items. This should not have any effect on their revenues as the taxes should be collected from the person purchasing the item.

Finance respectfully request that Council introduce Ordinance No. 95-42 for public hearing November 27, 1995 and consideration at your December 11, 1995 meeting.



Dean W. Baugh
Senior Accountant