

CITY OF WASILLA

290 E. HERNING AVE. WASILLA, ALASKA 99687 PHONE: (907) 373-9050 FAX: (907) 373-0788 Code Ordinance

Requested By: Administration Prepared By: Mun. Services

ORDINANCE SERIAL NO. 90-23

AN ORDINANCE OF THE CITY OF WASILLA, ALASKA AMENDING SECTION 3.45.010(2), TRAVEL ALLOWANCE BY PRIVATE VEHICLE, OF THE WASILLA MUNICIPAL CODE.

WHEREAS, new IRS regulations require income tax withholding on mileage reimbursement in excess of the federally allowed rate effective July 1, 1990; and

WHEREAS, the federally allowed mileage reimbursement rate is 25-1/2 cents and the City's current rate is 30 cents; and

WHEREAS, the income tax withholding requirements on the excess mileage reimbursement (4-1/2 cents) will require significant changes in the City's computerized payroll and accounting systems; and

WHEREAS, the reduction of the reimbursement rate from 30 cents to 25-1/2 cents will eliminate the income tax withholding requirements, W-2 reporting and additional administrative burdens, and

WHEREAS, eligible City employees, Council members and election judges, who are compensated for the use of their personal vehicles, are affected by the reimbursement rate.

NOW THEREFORE BE IT ORDAINED AND ENACTED BY THE CITY OF WASILLA, ALASKA AS FOLLOWS:

<u>SECTION I.</u> <u>Classification</u>. This ordinance is of a general and permanent nature and shall become a part of the Wasilla Municipal Code.

SECTION II. Amendment. Section 3 of Ordinance 86-7 and Section 3.45.010 (2) is hereby amended as follows:

3.45.010 Outside Borough Travel Allowance 2. By private vehicle. [THIRTY] <u>Twenty-five and one-half</u> cents per mile for occasional use of privately-owned vehicles. Reimbursement for actual costs of parking, ferry fare, bridge, road and tunnel tolls shall be granted.

<u>SECTION III.</u> <u>Effective Date.</u> This ordinance becomes effective upon adoption by the Wasilla City Council.

Introduction: June 25, 1990

Public Hearing: July 9, 1990

ADOPTED by the Council of the City of Wasilla this 9th day of July , 1990.

ATTEST:

ERLING P. NELSON, City Clerk