



CITY OF SAINT PAUL

ALASKA

MEMORANDUM TO COUNCIL

TO: Mayor and City Council Members

FROM: Phillip A. Zavadil, City Manager

CC: Aubrey Wegeleben, City Clerk; Stephanie Mandregan, Finance Director

DATE: November 7, 2023

RE: Ordinance 23-06 - Amending the City Code of Ordinances to revise and amend Chapter 4.25 Sales Tax Deleting Subsection (E) from the Sales Tax Exemptions

SUMMARY: Ordinance 23-06 approves revising and amending the Chapter 4.25 Sales Tax by deleting subsection (e) from the sales tax exemptions.

PREVIOUS COUNCIL ACTION: Council approved the first reading of this ordinance on November 2, 2023.

BACKGROUND AND DISCUSSION: No changes were made to this ordinance since the November 2, 2023 meeting.

ALTERNATIVES: Council could choose not to approve this ordinance.

FINANCIAL IMPLICATIONS: The cost to implement this fee is minimal to the City. Deleting this exemption could generate approximately \$40,000 to \$50,000 in additional sales tax revenue to the City.

LEGAL: The City's general legal counsel has reviewed changes to this ordinance. Council members that own and/or actively fish a vessel 46 feet or less in length should verbally declare a conflict of interest on this ordinance and abstain from voting.

ADMINISTRATION COMMENTS AND RECOMMENDATION: Administration recommends approval of this ordinance.

PROPOSED MOTION: I move to introduce Ordinance 23-05, and schedule it for third reading and adoption at the City Council meeting scheduled for December 12, 2023,

ATTACHMENTS: Ordinance 23-06, Changes to Coded Ordinance 4.25, Ordinance 16-04.