

An Ordinance of the Haines Borough amending Haines Borough Code 3.80.050(13) to establish an annual sales tax exemption card.

BE IT ENACTED BY THE HAINES BOROUGH ASSEMBLY:

Section 1. Classification. This ordinance is of a general and permanent nature and the adopted amendment shall become a part of the Haines Borough Code.

Section 2. Severability. If any provision of this ordinance or any application thereof to any person or circumstance is held to be invalid, the remainder of this ordinance and the application to other persons or circumstances shall not be affected thereby.

Section 3. Effective Date. This ordinance is effective January 1, 2018.

Section 4. Amendment of HBC 3.80.050(13). Subsection 3.80.050(13) of the Haines Borough Code is hereby amended, as follows:

NOTE: **Bolded/UNDERLINED** ITEMS ARE TO BE ADDED
STRIKETHROUGH ITEMS ARE DELETED

3.80.050 Exempt transactions.

The tax levied under this chapter shall not apply to the following:

...

13. Sales, services, and rentals to a buyer or made by a seller, organized and administered solely by the exempt organization that **meets the following qualifications:**

- has obtained exemption certificate 501(c)3, 501(c)4, 501(c)8, or 501(c)19 from the Internal Revenue Service;
- **is currently incorporated by the State of Alaska as a nonprofit corporation;**
- **has purchased an annual exemption card (which card shall be purchased for the annual cost equivalent to the Townsite Service Area sales tax levied on a total of \$500 in purchases) issued by** and an exemption certificate from the borough clerk, ~~upon prior approval of the assembly; provided,~~

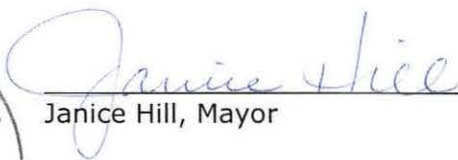
~~†~~This exemption applies to sellers only if the income from the exempt sale is exempt from federal income taxation;

ADOPTED BY A DULY CONSTITUTED QUORUM OF THE HAINES BOROUGH ASSEMBLY THIS 8TH DAY OF AUGUST, 2017.

ATTEST:


Julie Cozzi, MMC, Borough Clerk




Janice Hill, Mayor

Date Introduced: 07/11/17
Date of First Public Hearing: 07/25/17
Date of Second Public Hearing: 08/08/17