

Presented by: The Manager  
Introduced: 04/06/2015  
Drafted by: A. G. Mead

## ORDINANCE OF THE CITY AND BOROUGH OF JUNEAU, ALASKA

Serial No. 2015-17

### **An Ordinance Amending the Uniform Sales Tax Code Relating to the Single Item and Service Tax Exemption and the Senior Citizen Tax Exemption.**

BE IT ENACTED BY THE ASSEMBLY OF THE CITY AND BOROUGH OF JUNEAU, ALASKA:

**Section 1. Classification.** This ordinance is of a general and permanent nature and shall become a part of the City and Borough of Juneau Municipal Code.

**Section 2. Amendment of Section.** CBJ 69.05.040 Exemptions, is amended to read as follows:

#### **69.05.040 Exemptions.**

...

(21) That part of a selling price of a single item that exceeds \$12,000. This amount will be adjusted in 2018 and every two calendar years thereafter consistent with the Consumer Price Index for all urban consumers for the Anchorage metropolitan area compiled by the United States Department of Labor, Bureau of Labor Statistics. Adjustments to the amount listed will be rounded to the nearest \$100. For purposes of this subsection, a single item is:

- (a) An item sold in a single sale consisting of integrated and interdependent component parts affixed or fitted to one another in such a manner as to produce a functional whole. Optional accessories, including goods, services, and contracts for services, if used or essential for the operation of the item, shall be considered part of the functional whole; or
- (b) A single delivery of fuel oil in excess of 50,000 gallons delivered by marine transportation to a single customer.

(22) That portion of the selling price of a single service that exceeds \$12,000. This amount will be adjusted in 2018 and every two calendar years thereafter consistent with the Consumer Price Index for all urban consumers for the Anchorage metropolitan area compiled by the United States Department of Labor, Bureau of Labor Statistics. Adjustments to the amount listed will be rounded to the nearest \$100. For the purposes of this subsection, a single service is an interrelated and interdependent function necessary to perform a specified action. If a single service is

performed over a period exceeding one month, the selling price must be apportioned to a monthly or invoice basis, whichever is more frequent, proportionate to the service performed, except for

- (a) a commission paid to an agent for negotiating the sale of real property, or
- (b) a written contingent fee agreement award or settlement.

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**Section 3. Amendment of Section.** CBJ 69.05.045 Senior citizen sales tax exemption, is amended to read as follows:

**69.05.045 Senior citizen sales tax exemption.**

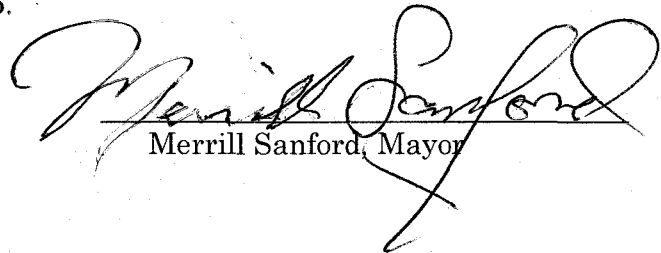
(a) Anyone 65 years of age or older who is a resident of the state and of the City and Borough may apply for and be issued by the manager a senior citizen sales tax exemption card, which entitles the cardholder and the cardholder's spouse or same-sex domestic partner to be exempt from sales tax for the sales of goods, services and rentals, with the exception of sales of alcoholic beverages that are solely for the personal use or consumption of the cardholder, the cardholder's spouse, or same-sex domestic partner. The sales tax administrator shall provide a form setting forth the criteria for proof of domestic partnership.

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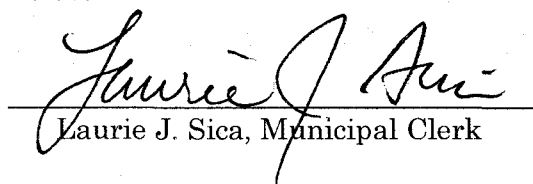
(f) As used in this section, the term resident of the City and Borough means a person who has established a residence in the City and Borough and has the intent to remain in the City and Borough indefinitely and to make a home in the City and Borough. A person demonstrates the intent required under this subsection by maintaining a principal place of abode in the City and Borough for at least 30 consecutive days immediately preceding the date of application for the senior citizen sales tax exemption card and by providing other proof of intent as required by the manager.

**Section 4. Effective Date.** This ordinance shall be effective on July 1, 2015.

Adopted this 27<sup>th</sup> day of April, 2015.

  
Merrill Sanford, Mayor

Attest:

  
Laurie J. Sica, Municipal Clerk