

## CITY OF BETHEL, ALASKA

### Ordinance # 18-14

#### AN ORDINANCE AMENDING BETHEL MUNICIPAL CODE 4.16.160, SALES TAX, TAX EXEMPTIONS, MAKING ALL REAL ESTATE SALES TAX EXEMPT

**SECTION 1. Classification.** This is a Codified Ordinance and shall become part of the Bethel Municipal Code.

**SECTION 2. Amendments.** Bethel Municipal Code Chapter 4.16.160, Sales Taxes, Tax Exemptions, is amended as follows: (new language is underlined and old language is stricken):

~~P. Real Estate Sales. Only the first twenty (20) percent of the sale price of real property is subject to city sales tax\*.~~

Example: Home selling for \$275,000  
 $\$275,000 \times 20\% = \$55,000$  (first 20% of the sale price)

$\$55,000 \times 6\%$  = \$3,300 sales tax due to city  
(sales tax)

- Home selling for \$450,000  
 $\$450,000 \times 20\% = \$90,000$  (first 20% of the sale price)

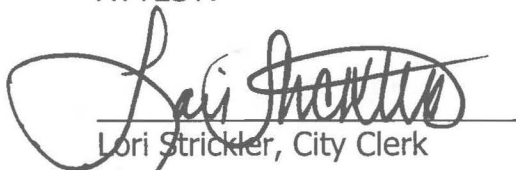
$\$90,000 \times 6\%$  = \$5,400 sales tax due to city

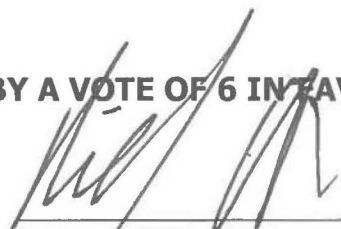
~~\*—This exemption does not apply to rentals of real property. This exemption applies to all sales of real property, including casual and isolated sales.~~

**SECTION 3. Effective date.** This ordinance shall become effective after passage by the Bethel City Council.

**ENACTED THIS 10<sup>th</sup> DAY OF JULY 2018, BY A VOTE OF 6 IN FAVOR AND 0 OPPOSED.**

ATTEST:

  
Lori Strickler, City Clerk

  
Richard Robb, Mayor