

# KETCHIKAN CHARTER COMMISSION

## AGENDA STATEMENT

NO        H-2       

MEETING OF **August \*, 2005**

### ITEM TITLE

Deletion of all reference in the Charter, Budget, Budget narrative and Transition Plan of the movement of ¼% Public Works sales tax revenue from the Gateway Service Area to the consolidated Municipality of Ketchikan (Second Reading)

SUBMITTED BY Debby Otte

### SUMMARY STATEMENT

One of the issues brought forth in the City's Responsive Brief to the submitted 2004 Consolidation Petition was the movement of ¼% of sales tax revenues from the Gateway Service Area to the Municipality for the purposes of maintaining those structures whose functions were being transferred to the Municipality for areawide use and therefore cost. The City indicated that should the Municipal budget need additional funds for those purposes, the areawide taxes should reflect that amount.

The Commission had a number of discussions on this issue prior to passage of the transfer of that ¼%. At the 8/5/05 meeting, the Commission voted to remove the reference to the transfer of the ¼% from the Gateway Service Area's Public Works Sales Tax to the Municipality throughout the Petition document, including the Charter.

The following sections of the Petition document, as well as the budget, will be altered by passage of this motion:

**EXHIBIT F, P7, EXHIBIT J, P19 (c), EXHIBIT J, P19 (d), EXHIBIT J, P20 (f), EXHIBIT J, P27, Article XVI, Section 16.06 (b) of the Charter**

### RECOMMENDED MOTION:

"I move in the second reading to restore the ¼% Public Works sales tax to the Gateway Service Area in all areas of the Petition, including the Charter, the budget, the budget verbiage and the transition plan."