

City of Aniak

P.O. Box 143 Aniak, Alaska 99557

Ph. (907)675-4481

email: cityofaniak@gmail.com

Exemptions

The following sales shall be exempt from sales and use tax imposed by the City:

1. Casual and isolated sales that are not made in the regular course of business.
2. Sales of insurance and bonds of guaranty and fidelity.
3. Charges for funeral services.
4. Rentals or Leases of residential housing units.
5. Electric and telephone bills.
6. The sales of goods or services by churches or other religious organizations unless competing with private companies engaged in similar business.
7. The sale of real property; except the amount claimed as commission shall be taxed.
8. Commercial airline tickets.
9. Sales of motor vehicles, parts and accessories.
10. Groceries purchased outside the city for resale.
11. Hospital, medical and dental services and sales of prescribed medicines, drug and/or appliances.
12. Subscriptions to magazines and newspapers.
13. Sales and services by or to organizations that the IRS recognizes as a tax-exempt organization in Section 501(c)(3) of the Internal Revenue Code; provided, that the sale or service by the organization is not for use in an "unrelated trade or business" of that organization, as that term is defined in Section 513 of the Internal Revenue Code.
14. Sales and services by or to the United States, the State of Alaska, and any of their agencies, instrumentalities, or political subdivisions and federally recognized tribes.
15. Sales conducted by non-profit organizations for charitable gaming or fundraising.
16. Sales made to persons 60 years and older.
17. Gasoline, Avgas, and home heating fuel.
18. That amount in excess of \$1,000 in any one sales transaction. (i.e., if you sold an appliance for \$1,200, you would only charge tax on the first \$1,000).
19. All purchases paid for with food coupons, food stamps, or other types of certificates issued under the Food Stamp Act or under the Special Supplemental Food Program for Women, Infants and Children.

Not exempt and not intended to be exempt from sales and use tax imposed by the city are:

1. Sales of groceries.
2. Sales of clothing, non-prescription medical supplies, household supplies, hard tools, hardware items, and other personal consumption goods.
3. Proceeds from sales of food in cafeterias, lunchrooms and restaurants operated primarily at retail food establishments.
4. Fees charged for rooms, meals, and other services by motels, hotels, lodges, inns, bed and breakfast establishments, and other transient housing establishments.
5. Sales of snow-machines, ATV's, boats, outboard motors, parts and accessories.

Taxicab operators are exempt from all provisions of this section except as stated in this paragraph. In lieu of sales tax, taxicab operators shall purchase annually, for each taxi operated, a \$50 permit issued by the City of Aniak. All taxi permits shall run from July 1st of each year to June 30th of the following year.

If you have further questions or concerns, or would like a copy of the Sales Tax Ordinance please contact the City of Aniak at 907-675-4481 or email: cityofaniak@gmail.com

* Small, local, Residential owned businesses

Tax it out
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Aniak Small Business Initiative

Why- 1) Aniak is in great need of service establishments in town (E, Plumber, Electrician, Auto Repair, Small Engine Repair, Firewood Sales, Etc.

2) Costs of operating a small business in a remote village like Aniak are already high with shipping, heating, fuel, building cost etc.

3) The services for our community would be best kept at a more affordable cost possible to encourage long term residency of citizens our city. The monthly commercial use fees are significant enough to potentially bring about business closure or at least an increased cost of services and goods to the citizenry.

What- To encourage small service business in Aniak I propose we create a Small Business Exemption Form for the Commercial Entity Sewer, Public Works, and Landfill use fees.

To qualify for the exemption, a business would need to show evidence of the following:

- 1) Be owned and operated by a full time local Aniak resident (not seasonal)
- 2) Be operated in Aniak with services available to local residents
- 3) Eith be in first year of operation, or have an annual taxable income (profit after deduction of costs) of equal to or less than the median household income for Aniak (\$69K)