

## Memo

**Date:** January 13, 2025

From: Dan Grimmer, City Clerk

To: Nome Common Council

**Subject:** Determination of City Council re: Sales Tax Penalties and Interest

Mr. Rodney Jones has asked for forgiveness of the Sales tax penalties and interest for Nome Checker Cab for the years of 2021-2023. This is in response to the NCO requirement to be current on his taxes for this business in order to have his cab licenses renewed.

Earlier this year Mr. Jones had meet with City Manager Glenn Steckman about evaluating what Nome Checker Cab owed in unfiled sales tax for the tax years of 2021-2023. Mr. Jones had expressed some difficulty in using the LocalGov system.

Since that time Nome Checker Cab has registered with the LocalGov system. Mr. Jones has explained that the reason he has not yet reconciled the past due sales tax is due to him having multiple properties that were on this years foreclosure list for which he was making an effort to make payments.

On 12/31/24 Mr. Jones made a payment on the principal Sales tax amounts owed for 2021 and 2022. The City is waiting on more information of what is estimated sales for 2023 in order to calculate the sales tax due. Mr. Jones is hoping that this payment of the 2021 and 2022 principal amounts for Nome Checker Cabs delinquent sales tax shows good faith in his efforts to achieve compliance.

The City Clerk is asking for the Nome Common Council to make a determination on approving the forgiveness of the 2021-2023 Sales tax penalties and interest for Nome Checker Cab per Mr. Jones request.

Dan Grimmer City Clerk