

**CITY OF CRAIG  
ORDINANCE No. 757**

AMENDING SECTION 3.08 OF THE CRAIG MUNICIPAL CODE, AMENDING SECTION  
3.08.020 EXTENDING THE CAP ON SALES TAX COLLECTED ON FUEL

Section 1. Classification. This ordinance is of a general and permanent nature and the code sections adopted hereby shall become a part of the code of the City of Craig, Alaska.

Section 2. Severability. If any provision of this ordinance or its application to any person or circumstance is held invalid, the remainder of this ordinance and the application to other persons or circumstances shall not be affected thereby.

Section 3. Effective Date. This ordinance shall be effective immediately upon adoption.

Section 4. Findings. The Craig City Council finds the following:

**WHEREAS**, on January 1, 2022, fuel costs for vehicle, equipment, and heating fuel were approximately \$4.00 per gallon; and

**WHEREAS**, as of April 12, 2023, fuel prices remain between \$5.50 and \$6.50 per gallon depending on type of fuel; and

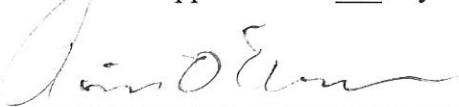
**WHEREAS**, the Craig City Council wishes to continue to provide relief to consumers for high fuel prices; and

**WHEREAS**, On August 18, 2022, the Craig City Council adopted Ordinance 748 and Resolution 22-21 allowing for and adopting a lower tax rate for fuel sold in Craig with a sunset date of June 30, 2023; and

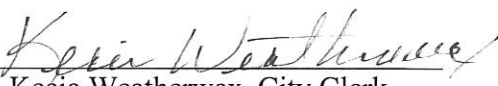
**WHEREAS**, the Craig City Council is choosing to amend this section of the municipal code by allowing for the rate and sunset date to be set by resolution.

Section 5. Action. This ordinance amends Section 3.08.020 to the Craig Municipal Code as detailed in Attachment A.

Passed and approved this 18<sup>th</sup> day of May, 2023.

  
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Mayor Tim O'Connor

Attest

  
Kecia Weatherwax, City Clerk



**ORDINANCE No. 757  
ATTACHMENT A**

Title 3 of the Craig Municipal Code is hereby amended by amending section 3.08.020 to allow the City Council to set the tax rate and effective date by resolution. Language deleted from this section are shown with a ~~strike through~~ and language added under this section are shown in ***[bracketed bold italics]***.

**3.08.020 Levy of Sales Tax – rate**

B.1. Sales of fuel shall be taxed at a rate set by resolution by the Craig City Council, not to exceed 5%. ~~This provision is effective until June 30, 2023.~~ ***[The effective date, including the end date of the tax rate shall be set by resolution by the Craig City Council.]***