

**CITY OF CRAIG  
ORDINANCE No. 696**

**AMENDING CHAPTER 3.08, SALES TAX, TO LEVY A SALES TAX OF AN ADDITIONAL FIVE PERCENT ON THE SALE OF MARIJUANA AND MARIJUANA PRODUCTS AND PROVIDING FOR A BALLOT QUESTION RATIFYING THE LEVY OF THE TAX AND THE RATE OF LEVY.**

**BE IT ORDAINED BY THE COUNCIL OF THE CITY OF CRAIG, ALASKA:**

Section 1. Classification. Section 4 of this ordinance is of a general and permanent nature and shall become a part of the Craig Municipal Code (CMC).

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. (a) Section 4 of this ordinance amending CMC 3.08.010 Definitions; and CMC 3.08.020 Levy of sales tax – Rate, shall become effective on January 1, 2018, if the proposition required by Section 5 of this ordinance is approved by a majority of the qualified voters of the City and Borough voting on the proposition at the regular municipal election scheduled for October 3, 2017.

(b) Section 5 of this ordinance authorizing the submission of the ballot proposition to the qualified voters of the City of Craig, shall be effective immediately upon adoption of this ordinance.

Section 4. Action. (a) Section 3.80.010 of the CMC is amended by adding new definitions to be incorporated in alphabetical order, to read:

“Marijuana and Marijuana products” has the meaning provided in CMC 5.10.800.

(b) Section 3.80.020 is amended by adding a new subsection F to read:

F. In addition to the tax levied and collected under subsection B of this section, there shall be levied and collected a tax equal to five percent of the selling price on the retail sale of marijuana and marijuana products sold within the City of Craig.

Section 5. Election. At the regular election to be held on October 3, 2017, the following question shall be placed before the qualified voters of the City of Craig:

PROPOSITION NO. \_\_


TAX ON SALE OF MARIJUANA AND MARIJUANA PRODUCTS

Shall the City of Craig, Alaska levy and collect an additional tax equal to five percent of the selling price on retail sales of marijuana and marijuana products?

YES [ ]

NO [ ]

Passed and approved on June 19, 2017.

  
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Mayor Dennis Watson



Attest   
\_\_\_\_\_  
Kassi Mackie, City Clerk