

# PROPOSAL

Ordinance 26-032

## Overall Purpose

- ▶ Establishes a **6.5% areawide sales tax across the entire Matanuska-Susitna Borough.**
- ▶ **Repeals the Borough's areawide real property tax mill rate.**
- ▶ **Submits the question to voters on **November 3, 2026.****

## SALES TAX RATE

# 6.5%

On Sales, Services,  
and Rentals  
Boroughwide

## Transaction Rules

Only the first

# \$1,000

**per transaction is taxable**

*(with special rules for leases, installments, and monthly services)*



**Short-term rentals: taxed per room, per night.**

## Seller Responsibilities

- ▶ Must collect and remit tax monthly.

**Tax applies to nearly all transactions unless expressly exempt.**

**Does NOT replace city sales taxes - those remain in place.**



### City Tax

- \* 2.5% Wasilla Sales Tax
- \* 3% Palmer Sales Tax
- \* 3% Talkeetna Sales Tax
- \* 2% Houston Sales Tax

## Ballot Proposition No. 1

Proposition No. 1 asks voters whether to:

- Approve the 6.5% areawide sales tax**, and
- Repeal and Prohibit** the levy of an areawide real property tax.

## Effective Date

If voters approve: new sales tax and mill-rate prohibition **begin April 1, 2027.**

All other sections take effect immediately upon Assembly adoption.

