

Proposition No. ____

Advisory Vote on Motor Fuel Excise Tax

Currently in Mat-Su, almost all of the money to pay for local road improvements comes from property taxes paid by property owners. To broaden this tax base, the Matanuska-Susitna Borough could adopt a 7-cent-per-gallon motor fuel tax for a 1.5-year trial period as shown in Ordinance Serial No. 25-076. The tax would generate an estimated \$5 million annually which, **with direction from the Assembly**, could be spent to offset property taxes and fund road construction and maintenance.

Should the Matanuska-Susitna Borough enact a 7-cent-per-gallon motor fuel tax for a period of 1.5-years, automatically ending after that period, and direct the Borough Manager to prepare future budgets allocating 30% of the revenue raised from the tax to be spent to reduce property taxes and 70% to be spent on **voter-approved** road projects?"

NOTE: This vote is advisory, and any legislation would still need to be adopted by the Assembly.

Yes _____ No _____