



Legislation Details (With Text)

File #: 14-5252 **Name:**
Type: Ordinance **Status:** Agenda Ready
File created: 4/26/2016 **In control:** City Council Special Meeting
On agenda: 5/14/2016 **Final action:**
Title: Public Hearing, Second Reading, and Final Passage of an Ordinance to Amend and Reordain Section 3-2-102 (Levy and Rate) of Article I (Tax on Sale of Cigarettes) of Chapter 2 (Taxation) of Title 3 (Finance, Taxation and Procurement) of the Code of the City of Alexandria, Virginia, 1981, as Amended. [ROLL-CALL VOTE]

Sponsors:

Indexes:

Code sections:

Attachments: 1. 14-5252_ordinance cover cigarette tax.pdf, 2. 14-5252_ordinance cigarette tax.pdf, 3. 14-5252_After Items

Date	Ver.	Action By	Action	Result
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City of Alexandria, Virginia

MEMORANDUM

DATE: MAY 14, 2016
TO: THE HONORABLE MAYOR AND MEMBERS OF CITY COUNCIL
FROM: MARK B. JINKS, CITY MANAGER /s/

DOCKET TITLE:

Public Hearing, Second Reading, and Final Passage of an Ordinance to Amend and Reordain Section 3-2-102 (Levy and Rate) of Article I (Tax on Sale of Cigarettes) of Chapter 2 (Taxation) of Title 3 (Finance, Taxation and Procurement) of the Code of the City of Alexandria, Virginia, 1981, as Amended. [ROLL-CALL VOTE]

ISSUE: Consideration of an ordinance to increase the City's cigarette tax from \$1.15 to \$1.26 per pack.

RECOMMENDATION: That City Council hold a public hearing and pass the proposed ordinance on Saturday, May 14, 2016. The ordinance will be effective July 1, 2016.

DISCUSSION: As part of the City's FY 2017 Add/Delete process, City Council proposed increasing the City's cigarette tax rate from \$1.15 per pack to \$1.26 per pack to generate additional revenue to support City health-

related initiatives. The increase will become effective July 1, 2016.

FISCAL IMPACT: The 11 cent increase per pack is estimated to produce an additional \$160,555 in revenues for health-related initiatives in FY 2017.

ATTACHMENTS:

Attachment I: Cigarette Tax Ordinance Cover

Attachment II: Cigarette Tax Ordinance

STAFF:

Laura B. Triggs, Deputy City Manager

Morgan Routt, Director, Office of Management and Budget

Kendel Taylor, Director, Finance Department