

In accordance with A.R.S. § 9-499.15 and 42-5062, NOTICE IS HEREBY GIVEN THAT the City of Buckeye is considering amending the Buckeye City Tax Code by removing Model Option #15, thereby adopting the Use Tax including the tiered tax rates applicable under the Retail classification and increasing the qualifying threshold that triggers the tiered rate for the Retail classification and the Use Tax from \$1,999.99 to \$5,000. The City of Buckeye City Council will consider the matter at its regular council meeting on January 17, 2023, at 6:00 p.m. to be held at the Buckeye City Hall Council chambers located at 530 E Monroe Ave, Buckeye, Arizona.

Below is the schedule of proposed new or increased municipal taxes and fees. The proposed taxes or fees are imposed pursuant to A.R.S. § 9-499.15 and 42-5062.

<b>City of Buckeye</b>				
<b>Schedule of Proposed New or Increased Municipal Taxes and Fees</b>				
<b>Tax/Fee Description</b>	<b>Customers Impacted</b>	<b>Current Rate or Fee</b>	<b>Proposed Rate or Fee</b>	<b>Report or Data Supporting Proposed Increase</b>
Adopt local Use Tax by deselecting Model Option #15	Any local customer that purchases an item from competing sellers located outside the boundaries of the city of Buckeye, that are not subject to the City's sales tax imposed on Buckeye sellers.	N/A	3%	Imposing a Use Tax that is equivalent to the City's Retail sales tax is essential to maintaining competitive equality for Buckeye retailers because it levels the playing field against retailers located outside the City who are not subject to the Buckeye sales tax. It can protect local businesses from the potential lost revenue by removing any motivation for buyers to purchase outside the community.
Adopting Local Option #JJ; a City exemption for City Use Tax	No impact to customers	N/A	0%	Exempts the City from paying its own Use tax when State Use tax is due. This prevents the unnecessary accounting step of sending City Use tax to the Department of Revenue which will return it directly back to the City at some later date.
Revise Local Option #V which creates a two-tiered rate by increasing the dollar threshold for application of the tiered Retail/Use Tax rate of 1.1% on the sale/purchase of a single item from \$1,999.99 or greater, to the amount of \$5,000 or greater	Any customer that purchases a single item \$4,999.99 or less.	1.1% on the sale/purchase of a single item of \$1,999.99 or greater	1.1% on the sale/purchase of a single item of \$5,000 or greater	Removes an oddity that only applies to Buckeye, aligning our threshold with several other cities and towns, while remaining consistent with the intended benefit of a two-tier rate.

*This Notice was posted on November 16, 2022.*