



Legislation Details (With Text)

File #: 16-445 **Version:** 1 **Name:**

Type: Action Item **Status:** Agenda Ready

File created: 5/3/2017 **In control:** Town Council Meeting

On agenda: 6/5/2017 **Final action:**

Title: Intent to Adopt Amendment to Chapter 6, Article 3 of the Town Code of Vienna - Cigarette Tax

Sponsors:

Indexes:

Code sections:

Attachments: 1. Cigarette Tax Ordinance Chapter 6, Article 3, 2. Notice of Intent to Adopt- 6-5-17 Cig Tax

Date	Ver.	Action By	Action	Result
6/5/2017	1	Town Council Meeting	approved	Pass

Subject:
Intent to Adopt Amendment to Chapter 6, Article 3 of the Town Code of Vienna - Cigarette Tax
EXPLANATION AND SUMMARY :

During FY2018 budget work sessions, Council discussed an increase in the tax charged per pack of 20 cigarettes sold or used within the Town by \$0.10 a pack to \$0.85 a pack, or \$0.0425 per cigarette in packs of fewer or more than 20 cigarettes. This is an amendment to the Town Code of the Town of Vienna, Chapter 6, Finance and Taxation, Article 3 - Cigarette Tax, Section 6.17 - Levy and Rate.

The current rate charged by the Town is \$0.75 a pack or \$0.0375 per cigarette in packs of fewer or more than 20 cigarettes. The last change to the rate was July 2007. This proposed change will be effective on July 1, 2017, at the start of the next fiscal year.

A public hearing was held May 22, 2017. Council may now adopt changes to the Cigarette Tax Rate, if it wishes.

Departmental Recommendation : Recommend adoption of the amended Cigarette Tax Rate of \$0.85 per pack of 20 cigarettes or \$0.0425 per cigarette in packs of fewer or more than 20 cigarettes.

Finance Recommendation : Recommend adoption of the amended Cigarette Tax Rate of \$0.85 per pack of 20 cigarettes or \$0.0425 per cigarette in packs of fewer or more than 20 cigarettes.

Purchasing Recommendation : N/A

Town Attorney Recommendation : The Town has conducted a public hearing on the proposed cigarette tax rate, and Town Council may approve the proposed cigarette tax rate in its discretion.

Town Manager's Recommendation : I recommend the Town Council adopt the amendment of the

Town Code of the Town of Vienna, Chapter 6, Finance and Taxation as presented.

Cost and Financing: N/A

Account Number: N/A

Decision Needed by This date: June 5, 2017

PROPOSED/SUGGESTED MOTION

"I move to adopt the amendment of the Town Code of the Town of Vienna, Chapter 6, Finance and Taxation, Article 3 - Cigarette Tax, Section 6.17 - Levy and Rate as noted above."

And

"I further move that the Town Clerk be directed to advertise a Notice of Adoption."

Or

Other action deemed necessary by Council.