



CITY AND BOROUGH OF JUNEAU, ALASKA  
Finance Department – Sales Tax Division  
155 South Seward Street, Juneau, Alaska 99801  
Phone (907) 586-5265 FAX (907) 586-0365  
[Sales.tax.office@juneau.org](mailto:Sales.tax.office@juneau.org)

## **\*\*NOTICE OF SALES TAX CODE CHANGE\*\***

This notice is to inform you of a change to the Single Item Tax Cap and the Single Service Tax Cap. Current sales tax code language provides for a tax cap on the first \$12,100 of the selling price of a single item or single service.

The sales tax code also provides for an adjustment to the level of the cap every two years, based on the most recent Anchorage CPI data. The last adjustment was effective January 1, 2018.

Based on our review of the most recent Anchorage CPI data, **effective January 1, 2020** the single item & single service cap level will be increased to **\$12,400**. As a result, only the first \$12,400 of the selling price of a single item or single service will be subject to the CBJ Sales Tax.

Previous transactions subject to the tax cap would have resulted in sales tax collected of \$605. With this increase, the amount of sales tax that should be collected on a “capped” transaction is now \$620.

Businesses who have reported either the single item or single service cap exemption over the last two years were notified in writing of this change.

For more information on both the Single Item Cap and the Single Service Cap, please review the CBJ Sales Tax Administrative Guidelines here: <https://beta.juneau.org/finance/sales-tax-guidelines>

Please contact the CBJ Sales Tax office at the email address or number above if you have any questions on this notice.

Sincerely,

Clinton Singletary  
Sales Tax Administrator