

RESOLUTION NO. 2017-06- 639R

CITY OF TONTITOWN, WASHINGTON COUNTY, ARKANSAS

A RESOLUTION REPEALING RESOLUTION NO. 122 AND AMENDING THE PERCENTAGE OF DISTRIBUTION OF THE ONE PERCENT (1%) CITY WIDE SALES AND USE TAX AS PROVIDED FOR IN ORDINANCE NO. 2005-04-212

WHEREAS, on or about May 3, 2005 the City Council of the City of Tontitown, Arkansas approved and adopted Resolution No. 122 authorizing the distribution of the one (1%) percent city wide sales and use tax as there is a continuing need for maintenance and expansion of municipal services and for a source of revenue to finance such services; and

WHEREAS, Title 26, Chapter 75, Subchapter 3 of the Arkansas Code of 1987 Annotated provides for the levy of a one percent (1%) citywide sales and use tax; and

WHEREAS, the revenues generated from the sales and use tax have been allocated for specific purposes pursuant to Resolution No. 122, which are not consistent with the current needs of the city and shall be amended to reflect the most appropriate distribution of the one percent (1%) citywide sales and use tax to effectively benefit the City of Tontitown; and

WHEREAS, during the City Council meeting held on June 2, 2015, the City Council voted to amend the percentage of distributions to sixty percent (60%) towards the general fund to be able to allocate funds where needed and forty percent (40%) towards the water fund, however this amendment was not memorialized by written Resolution; and

WHEREAS, the City Council desires to memorialize this action of the Tontitown City Council on June 2, 2015 into a written Resolution and ratify all actions taken in furtherance of the directive issued by the City Council on June 2, 2015.

NOW, THEREFORE, BE IT RESOLVED by the City Council of the City of Tontitown as follows:

Section 1. That pursuant to Ordinance No. 2005-04-212, there is levied a one percent (1%) sales and use tax within the city of Tontitown, Arkansas.

Section 2: That Resolution No. 122 is hereby repealed.

Section 3. That said sales and use tax, as levied and collected, shall be amended, distributed and disbursed in the following manner and for the following purposes:

- a. Forty percent (40%) of one percent (1%) shall be utilized for the purposes of development and maintenance of the water and sewer system in the City of Tontitown, Arkansas;

- b. Sixty percent (60%) of one percent (1%) shall be utilized for the purposes of capital improvements and other projects as are allowed by law.

PASSED AND APPROVED this 6th day of June, 2017.

APPROVED:



Paul Colvin, Jr., Mayor

ATTEST:



Rhonda Ardemagni, City Recorder-Treasurer