

**RESOLUTION NO. 2023-\_\_\_\_\_**

**CITY OF TONTITOWN, WASHINGTON COUNTY, ARKANSAS**

**A RESOLUTION AMENDING RESOLUTION NO. 2020-11-905R 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 November 3, 2020 the City Council of the City of Tontitown, Arkansas approved and adopted Resolution No. 2020-11-905R 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 in the past for specific purposes pursuant to Resolution No. 122, which was adopted on or about May 3, 2005; to Resolution No. 2017-06-639R which was adopted on or about June 6, 2017 and thereby repealed Resolution No. 122, and to Resolution No. 2020-11-905R which thereby amended Resolution No. 2017-06-639R; and

**WHEREAS**, the allocation of revenues in Resolution No. 2020-11-905R is not now 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 better effectively benefit the City of Tontitown; and

**WHEREAS**, the City Council desires to amend Resolution No. 2017-06-639R as set forth in this Resolution.

**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 Section 3. of Resolution No. 2020-11-905R is hereby amended as follows.

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. Seventy percent (70%) of one percent (1%) shall be utilized for the purposes of capital improvements and other projects as are allowed by law.
- b. Thirty percent (30%) of percent (1%) shall be utilized for the purposes of construction, development and maintenance of roads and roadways in the City of Tontitown, Arkansas.

Section 3. The rest and remainder of Resolution No. 2020-11-905R remains in full force and effect.

**PASSED AND APPROVED** this \_\_\_\_\_ day of \_\_\_\_\_, 2023.

APPROVED:

\_\_\_\_\_  
Angela Russell, Mayor

ATTEST:

\_\_\_\_\_  
Rhonda Ardemagni, City Clerk-Treasurer  
(SEAL)