RESOLUTION NO.: 2020-02

A RESOLUTION AUTHORIZING THE DISTRIBUTION OF THE TOWN OF SIGNAL MOUNTAIN'S WATER FUND IN LIEU OF AD VALORUM TAX PAYMENTS ON THE PROPERTY OF THE PUBLIC WORKS WITHIN THE TOWN FOR THE WATER SYSTEM FOR FISCAL YEAR 2019-2020 IN THE SUM OF $33,491.00.

WHEREAS, the General Assembly of the State of Tennessee enacted legislation codified at T.C.A. § 7-34-115 which authorizes a governing body of a municipality by resolution to request payments to the municipality in lieu of ad valorem tax on the property of the public works within the corporate limits of the Town not to exceed the amount of taxes payable on privately owned property of similar nature and which authorizes municipalities to operate a water system as a special revenue fund in the best interests of the customers of the water system and the citizens of the municipality; and

WHEREAS, the Town of Signal Mountain Water Fund and all property, fixtures and equipment of that fund is owned by the Town of Signal Mountain, and operates for the benefit of citizens of the region, and the Town wishes to collect payments to the Town in lieu of ad valorem tax on the property of the public works within the corporate limits of the Town not to exceed the amount of taxes payable on privately owned property of similar nature from the water utility based on the prescribed formulas; and

WHEREAS, T.C.A. § 7-34-115 (a)(1)(l) provides that the legislative body of the municipality may pass a resolution outlining the amount to be paid to each respective jurisdiction served by the utilities, using the current tax rate by the respective governing body payable on privately owned property of similar nature.

NOW, THEREFORE, BE IT RESOLVED by the Town Council of the Town of Signal Mountain that the Town Manager of Signal Mountain is hereby authorized, directed and empowered to distribute in lieu of ad valorem tax payments (tax equivalent) on property of the public works within the corporate limits of the Town of Signal Mountain, Tennessee, to the Town of Signal Mountain General Fund in the sum of $33,491.00 for Fiscal Year 2019-2020.

BE IT FURTHER RESOLVED by the Town Council of the Town of Signal Mountain that this resolution shall take effect immediately from and after its passage, the public welfare requiring it.

Dan Landrum, Mayor	Recorder
1-27-2020	1-27-2020
Date	Date