

ORDINANCE NO. 2014-5

**AN ORDINANCE PROVIDING FOR THE LEVY OF A THREE QUARTER OF ONE PERCENT (0.0075)
SALES AND USE TAX WITHIN THE CITY OF LOCKESBURG, ARKANSAS;
AND PRESCRIBING OTHER MATTERS PERTAINING THERETO**

WHEREAS, the City Council of the City of Lockesburg, Arkansas (the "City"), has determined that there is a great need for municipal services to provide for the safety, health and welfare of the residents of the City of Lockesburg and for a source of revenue to finance such services; and

WHEREAS, Title 26, Chapter 75, Subchapter 2 of the Arkansas Code of 1987 Annotated ("the Authorizing Legislation") provides for the levy of a three-quarter of one percent (0.0075) city wide sales and use tax;

NOW THEREFORE, BE IT ORDAINED by the City Council of the City of Lockesburg, Arkansas;

Section 1. Under the Authority of the Authorizing Legislation, there is hereby levied a three-quarter of one percent (0.0075) tax on the gross receipts from the sale at retail within the City of all items which are subject to the Arkansas Gross Receipts Act of 1941, as amended A.C.A. § 26-53-101, et. seq., and the imposition of an excise or use tax on the storage, use, distribution or other consumption within the City of tangible personal property subject to the Arkansas Compensation Act of 1949, as amended (A.C.A. § 26-53-101 et. seq. at a rate of three-quarter of one percent (0.0075) of the sale price of the property or, in the case of leases or rentals, of the lease or rental price (collectively, the "Sales and Use Tax").

Section 2. That 0.005 of the local sales and use tax within the city limits of Lockesburg, Arkansas, the net collections of which remaining after the deduction of the administrative charges of the State of Arkansas and the city of Lockesburg, Arkansas shall be considered a part of the general revenue fund of the City and used for such purposes as providing for the safety, health and welfare of the residents of the city of Lockesburg.

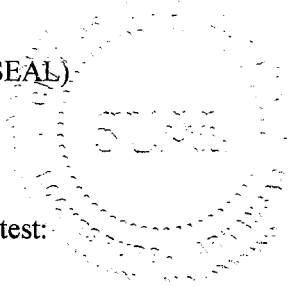
Section 3. That 0.0025 of the local sales and use tax within the city limits of Lockesburg, Arkansas, the net collections of which remaining after the deduction of the administrative charges of the State of Arkansas and the city of Lockesburg, Arkansas shall be used for a period of one year beginning on January 1, 2015, to retire bonds or assist in capital improvements of the old Lockesburg High School campus, which will become a branch of Cossatot Community College of the University of Arkansas. These capital improvements include remodeling and preserving existing buildings, grounds and sidewalks on the old Lockesburg High School property. After January 1, 2016, this amount of the sales and use tax shall be considered a part of the general revenue fund of the city of Lockesburg, Arkansas and shall be used for purposes as providing for the safety, health and welfare of the residents of the city of Lockesburg, if not subsequently authorized by the City Council for use by the Cossatot Community College of the University of Arkansas.

Section 4. That all ordinances and parts thereof in conflict herewith are hereby repealed to the extent of such conflict.

Section 5. That this Ordinance shall not take effect until an election is held on the question of levying the Sales and Use Tax at which a majority of the electors voting on the question shall have approved the levy of the Sales and Use Tax.

Passed this 20 day of August, 2014.

(SEAL)



MAYOR DANNY RUTH

Attest:

Becky Jegstrup
Becky Jegstrup, Recorder/Treasurer