ORDINANCE NO. 89-4

AN ORDINANCE PROVIDING FOR THE LEVY OF A LOCAL SALES AND USE TAX AT THE RATE OF ONE PERCENT (1%) ON RECEIPTS FROM RETAIL SALES WITHIN THE CITY OF MULBERRY, ARKANSAS; PROVIDING FOR THE SUBMISSION TO THE VOTERS AT THE NEXT GENERAL ELECTION ON MAY 9, 1989; PROVIDING THE EMERGENCY CLAUSE AND FOR OTHER PURPOSES.

WHEREAS, there is a great need for immediate improvement of municipal services and a stable source of revenue to finance vital local government services, and

WHEREAS, Act 25 of 1st Extraordinary Session of 1981 as amended by Acts 726 and 802 of 1983, provides for the local option of adoption of a city-wide sales and use tax,

NOW, THEREFORE, BE IT ORDAINED BY THE CITY COUNCIL OF THE CITY OF MULBERRY, ARKANSAS:

SECTION 1. As authorized by Act 25 of 1st Extraordinary Session of 1981, as amended by Acts 726 and 802 of 1983, there is hereby levied a sales and use tax at the rate of one percent (1%) on the receipts from the sale at retail within the City of Mulberry, Arkansas, on all such items which are subject to taxation under the Arkansas Gross Receipts Tax Act, Act 386 of 1941 of the Acts of Arkansas, as amended, subject to a maximum of $25.00 for a single transaction.

SECTION 2. Said question of the levy of a sales and use tax as provided in Section 1 hereof shall be submitted to a vote of the citizens of Mulberry, Arkansas, by a Special Election to be held on May 9, 1989.

SECTION 3. That the proceeds from said levy of a sales and use tax shall be divided on a 75/25 ratio. The 75% is to be used for capital improvements, with priority being given to streets. The 25% is to be used for public safety by the fire and police departments.

SECTION 4. That the City Council for the City of Mulberry, Arkansas has determined that the need to establish a stable source of revenue to help finance the City's capital improvements is an immediate need and this ordinance being necessary for the preservation of the health, safety and welfare of the citizens of Mulberry, Arkansas; shall become law immediately upon its passage, approval and publication.

PASSED AND APPROVED THIS 4th DAY OF APRIL, 1989

APPROVED:

Arnold D. Feller

Arnold D. Feller, Mayor

ATTEST:

Joe Benham

Joe Benham, Recorder-Treasurer