Resolution #

RESOLUTION BY THE CITY OF HENDERSONVILLE CITY COUNCIL REQUESTING A LOCAL OPTION ONE-QUARTER CENT (1/4) CITY SALES AND USE TAX

WHEREAS, the City of Hendersonville is the commercial center of Henderson County and provides services to all Henderson County residents and visitors, including public safety, street maintenance and general public services; and

WHEREAS, the property tax is currently the only revenue source that is within complete control of the City Council; and

WHEREAS, the City of Hendersonville's property tax rate for fiscal year 2021-22 is \$0.52 per \$100, and the City Council is often faced with increasing this rate to fund services that are used by all county residents and visitors; and

WHEREAS, the City of Hendersonville City Council is seeking alternative revenue sources to fund city services; and

WHEREAS, it is estimated that a one-quarter cent City sales and use tax would bring an estimated \$2.5 million dollars in additional revenues per year.

NOW THEREFORE, BE IT RESOLVED by the City Council of the City of Hendersonville, North Carolina that:

1. We request the Henderson County legislative delegation to introduce a local bill authorizing the City of Hendersonville to hold a public referendum to authorize the establishment of an additional one-quarter cent sales tax for all qualified purchases within the City of Hendersonville.

2. This tax would be collected by the North Carolina Department of Revenue and directly allocated to the City of Hendersonville as unrestricted revenue for the provision of local government serves as directed by the Hendersonville City Council.

Adopted by the City Council of the City of Hendersonville, North Carolina on this 5th day of May 2022.

Attest:

Barbara G. Volk, Mayor, City of Hendersonville

Angela L. Reece, City Clerk

Approved as to form:

Angela S. Beeker, City Attorney