

TOWN OF ESTILL SPRINGS, TENNESSEE

ORDINANCE NO. \_\_\_\_\_

AN ORDINANCE INCREASING THE LOCAL OPTION SALES TAX FROM 2.25% TO 2.75% IN THE TOWN OF ESTILL SPRINGS, TENNESSEE

WHEREAS, the State of Tennessee has authorized cities to levy a local option sales tax from 1.5% to 2.75%; and

WHEREAS, the local sales tax rate in Estill Springs is 2.25% on the first \$1,600 of single item purchases; and

WHEREAS, the State of Tennessee increased the local option cap from \$1,600 to \$3,200 during the recent legislative session, with the State retaining the increase; and

WHEREAS, MTAS has advised the Town of Estill Springs that the State is likely to enact a uniform 2.75% local sales tax rate next year and retain that part of the increase over the local rate of 2.25%; and

WHEREAS, cities now have the option of increasing the local sales tax and using the proceeds for local improvements and services rather than having it applied statewide; and

NOW, THEREFORE, BE IT ORDAINED by the Board of Mayor and Aldermen of the Town of Estill Springs:

Section 1. The sales tax rate for the Town of Estill Springs, Tennessee is hereby increased from 2.25% to 2.75% on the same privileges subject to the Retailers' sales tax under Tennessee Code Annotated, Title 67, Chapter 6, Parts 1-6.

Section 2. This ordinance shall become effective upon final passage and as otherwise required by the general laws of the State of Tennessee.

Passed this:

First Reading: \_\_\_\_\_

Second Reading: \_\_\_\_\_

\_\_\_\_\_  
Mayor

Attest: \_\_\_\_\_  
City Recorder

