

ORDINANCE NO. 3744

AN ORDINANCE ESTABLISHING A
LOCAL OPTION INCOME TAX (LOIT) SPECIAL DISTRIBUTION FUND

WHEREAS, the City of New Castle will receive a one-time distribution of Local Option Income Tax pursuant to Senate Enrolled Act 67, and,

WHEREAS, a special fund must be established in order to receive that one-time distribution, and,

WHEREAS, the name of this fund is to be entitled "LOIT Special Distribution Fund" which will receive this one-time LOIT distribution.

NOW THEREFORE BE IT ORDAINED by the Common Council of the City of New Castle that there is hereby established Fund Number 257 titled "LOIT Special Distribution Fund". The purpose of this fund shall be to receive a one-time special LOIT distribution from the State of Indiana. Further, said fund shall also receive a local match as required under the terms of the distribution. The fund proceeds shall be used in accordance with Senate Enrolled Act 67. Seventy-five percent (75%) of the one-time distribution shall be restricted to the following uses:

1. Engineering, land acquisition, construction, reserves, maintenance, restoration or rehabilitation of both local and arterial road and street systems.
2. Local costs required to undertake a recreational or reservoir road project.
3. The purchase, rental or repair of highway equipment.
4. Providing a local match for the INDOT, local road and bridge matching grant.
5. Capital projects for aviation.
6. The payment of principal and interest on bonds sold primarily to finance road, street or thoroughfare projects.

Pursuant to Senate Enrolled Act 67, after the use of the first seventy-five percent (75%) of said one-time distribution, the remaining twenty-five percent (25%) will be non-restricted and may be used for any purpose.

REPEALER: All ordinances or parts of ordinances in conflict herewith are hereby repealed.

SEVERABILITY: Any provision herein contained which is found by a court of competent jurisdiction to be unlawful or which by operation shall be inapplicable, shall be deemed omitted but the rest and remainder of this ordinance, to the extent feasible, shall remain in full force and effect.

EFFECTIVE DATE: This Ordinance shall become effective immediately upon passage.

ADOPTED BY THE COMMON COUNCIL OF THE CITY OF NEW CASTLE THIS ____
DAY OF _____, 2016.

Greg York, Presiding
Officer, Common Council, City
of New Castle, Indiana

AYE

NAY

ATTEST:

Clerk-Treasurer

APPROVED BY ME THIS _____ DAY OF _____, 2016.

Greg York, Mayor of the City
Of New Castle, Indiana