

REQUEST FOR BOARD ACTION

HENDERSON COUNTY BOARD OF COMMISSIONERS

MEETING DATE: November 15, 2006

SUBJECT: Presentation of Alternative Revenue Task Force Report

ATTACHMENTS: No

SUMMARY OF REQUEST:

On June 27, 2006, the Board of Commissioners adopted a Charter forming the Alternative Revenue Task Force. The purpose of this Task Force was to provide the Board of Commissioners with recommendations concerning alternative revenue sources for necessary capital projects.

At it's meeting on November 8, 2006, the Task Force finalized two options for the Board's consideration. The Task Force did not make any recommendation on which was the preferred option, but did specify that revenues received from either option be used only for capital projects.

- Option #1: A full one cent sales tax increase.
This option was passed by the Task Force by a 6-3 vote.
- Option #2: A ½ percent Land Transfer Tax to be charged on real estate transactions.
This portion of Option #2 was passed by a 6 - 3 vote.
-and-
A ½ cent sales tax increase, regardless of action by the State on their sales tax rate.
This option was unanimously approved by the Task Force.

Steve Dozier, Chairman of the Alternative Revenue Task Force will be present at the meeting to discuss the options in greater detail.

BOARD ACTION REQUESTED:

For information and Board discussion only. No action is required at this time.