



RESOLUTION

Supporting the Per Capita Method for Distribution of Sales and Use Tax

WHEREAS: G.S. 105-472(b) states that the Board of County Commissioners shall choose the method of distribution for the annual Sales and Use Tax based on the per Capita method or the Ad Valorem method; and

WHEREAS: the Per Capita method has historically been, and is currently being utilized in Brunswick County for the distribution of Sales and Use Tax revenues, and

WHEREAS: the Per Capita method provides a very stable and reliable basis for the County and municipalities to calculate the distribution of Sales and Use Tax revenues, and

WHEREAS: an important concern with the Ad Valorem method of distribution is the potential for significant fluctuations in anticipated revenues for municipalities, resulting in major budgetary and/or operational difficulties, and

WHEREAS: Sales and Use Tax revenues are an indispensable source of funding for the provision of essential services to the residents of the community, and

WHEREAS: any change in the distribution method that would adversely affect the level of funding received by the Town would have a serious adverse effect on the Town's ability to provide essential services to its residents.

NOW THEREFORE BE IT RESOLVED by the Board of Commissioners of the Town of Sunset Beach that:

1. The Town of Sunset Beach fully supports the continued use of the Per Capita method of distribution for the Sales and Use Tax in its present form.
2. The Town opposes any change in distribution method that would adversely affect the revenues received by the Town.
3. The Town is very willing to participate in discussions with the County regarding the fair and equitable distribution of Sales and Use Tax revenues, as well as any other revenues.

Adopted this ____ day of October, 2013

Mayor

Attest:

Town Clerk