

ORDINANCE 70A - SALES AND USE TAX 1% INCREASE

AN ORDINANCE OF THE CITY OF THE LOG CABIN, TEXAS REAUTHORIZING THE SALES AND USE TAX UNDER THE PROVISIONS OF THE TEXAS TAX CODE CHAPTER 327 TO CONTINUE PROVIDING REVENUE TO MAINTAIN AND REPAIR MUNICIPAL STREETS, ORIGINALLY AUTHORIZED AT THE MAY 1ST, 2021 ELECTION AND WHICH WAS VOTED IN FAVOR OF DURING THE MAY 3RD, 2025 SPECIAL ELECTION BY THE MAJORITY OF THE VOTERS OF LOG CABIN CITY, TEXAS.

WHEREAS, On January 16th, 2025 the City Council of the City of Log Cabin ordered a special election by held on May 3rd, 2025, for the purpose of determining whether the qualified voters of the City would reauthorize the levy of a municipal sales and use tax as permitted by the provisions of Chapter 327 Texas Tax Code to continue providing revenue for the maintenance and repair of municipal streets; and

WHEREAS, on May 13th, 2025 the City Council of the City of Log Cabin met in a special meeting to Canvass the results of the returns of this election, and via Ordinance 18D Special Election, to be held on Saturday, May 3rd, 2025 for the purpose of voting FOR or AGAINST the following proposition:

Proposition A

The reauthorization of the local sales and use tax in the City of Log Cabin at the rate of 1% to continue providing revenue for maintenance and repair of municipal streets. The tax expires on the fourth anniversary of the date of this election unless the imposition of the tax is reauthorized.

WHEREAS, the Canvass of the Election, documented by Resolution 25-01, determined that the results of the election were as follows:

For:	58
Against:	18
# of Votes by which the Proposition passed:	40

NOW, therefore, be it ordained by the City Council of the City of Log Cabin as follows:

SECTION I: REQUIREMENTS OF THE COMPTROLLER'S OFFICE

To notify businesses, and for the sales tax increase to go into effect, the city needs to pass an ordinance stating that it was approved and specify how the 1% percent is to be used. Then the election results, this ordinance, and minutes from the meeting will be sent to the Comptroller so

that that office can notify the businesses of the rate change in the City of Log Cabin. Once this is completed it will go into effect October 1, 2025.

SECTION II: SALES TAX INCREASES AND USES

Use of the 1% increase is limited to the following categories:

- A. Economic development
- B. Municipal Development
- C. Property tax relief
- D. Sports and Community venue
- E. Street maintenance and repair

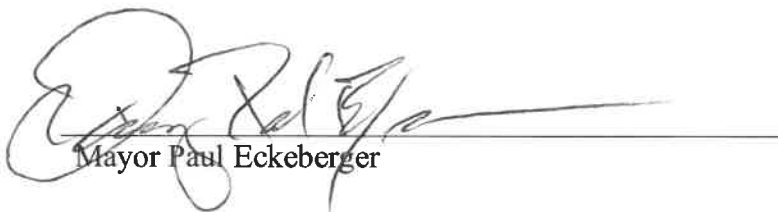
The City Council of Log Cabin City chose to use it on street maintenance and repair. An ordinance must be passed by the city council every four years to approve the next use of the sales tax increase. It can remain the same or be changed, limited to the categories above, by the city council.

SECTION III: REVIEW AND UPDATE

Per Texas Tax Code Sec. 327.007. REAUTHORIZATION OF TAX. (a) Unless imposition of the sales and use tax authorized by this chapter is reauthorized as provided by this section, the tax expires on: (1) the fourth anniversary of the date the tax originally took effect under Section 327.005

It is the responsibility of the City of Log Cabin to stay current and aware of any categories that may be added, removed, or updated. See Texas State Tax Code. If there are any changes, this ordinance will need to be updated to correspond with the State Law and Comptroller's office.

LET IT BE KNOWN THAT ON THE 15TH DAY OF MAY 2025 THAT THE CITY COUNCIL OF LOG CABIN CITY PASSED AND APPROVED THIS ORDINANCE FOR THE 1% SALES AND USE TAX INCREASE TO BE USED ON STREET MAINTENANCE AND REPAIR FOR THE FISCAL YEARS OF OCTOBER 2025 THROUGH SEPTEMBER OF 2029.



Mayor Paul Eckeberger

Attest:



Leana Thorp, City Secretary