

CITY OF LYNDON
ORDINANCE NO. 3-28-22, SERIES 2022
AN ORDINANCE IMPOSING A BANK FRANCHISE AND LOCAL DEPOSIT
TAX; SETTING FORTH TIMETABLES FOR THE COLLECTION OF SUCH TAX
FOR THE YEAR 2022 AND ALL SUBSEQUENT YEARS; AND SETTING FORTH
ENFORCEMENT PROCEDURES, INCLUDING PENALTIES, FOR THE
COLLECTION OF DELINQUENT TAXES

WHEREAS, the state legislature in KRS Chapter 136.575 has authorized a tax upon deposits in financial institutions,

AND WHEREAS, the City of Lyndon desires to enact a bank deposit tax, for the purpose of raising revenue to be deposited to the General Fund account of the city and used to help pay for normal city services,

NOW THEREFORE, be it ordained by the City of Lyndon, Kentucky that:

SECTION ONE: ESTABLISHMENT OF BANK DEPOSIT TAX

- (1) For the 2022 tax year and all years subsequent, there is hereby imposed on all “financial institutions” (as those institutions are defined in KRS Chapter 136), which are located within the corporate limits of the City of Lyndon, Kentucky, a franchise tax at the rate of twenty-five thousandth of one percent (0.025%) of the deposits (as that term is defined in KRS Chapter 136.575), maintained by such financial institutions.
- (2) Pursuant to KRS 92.330, the purpose of this tax is to partially fund the cost of government operations, including, but not limited to police protection, sanitation, public works, maintenance, and capital improvement of the public infrastructure. All money collected pursuant to this tax shall be paid directly into the General Fund of the city to be used to assist in funding the cost of general government operations.

SECTION TWO: PAYMENT

- (1) For all tax years subsequent to the 2022 tax year, the following timetable is hereby established: The City of Lyndon will issue tax bills to financial institutions no later than December 1st of each year. Payment of the tax shall be due with a two percent (2%) discount by December 31st of each year, or without the discount by January 31st of each year.
- (2) All taxes due in accordance with these sections which are not paid before January 31st, for all subsequent tax years shall be deemed delinquent and shall be subject to a penalty of 10% and shall bear interest at the rate of 12% per annum.

- (3) The City of Lyndon, Kentucky shall have such authority for collection (including lien authority), as is given to home rule cities for collection of taxes under Kentucky Revised Statutes.
- (4) The City Clerk is hereby directed to send a copy of this ordinance to the Commissioner of the Kentucky Department of Revenue, Frankfort, Kentucky.


SECTION THREE: EFFECTIVE DATE

This Ordinance shall take effect from and after its passage, signing, and publication as required by law.

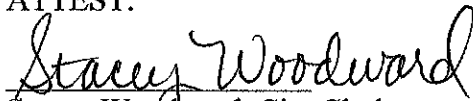
First Reading: March 28, 2022

Second Reading: April 25, 2022

Passed and approved this 25th day of April, 2022.


Brent Hagan, Mayor

ATTEST:


Stacey Woodward, City Clerk

Those in Favor: 5
Those Opposed: 0