

RELATED ACTS

PAGE

Priv. Acts 1969, ch. 134,
"Distribution of payments in lieu of taxes on the
electric system" C-55

CHAPTER NO. 134

SENATE BILL NO. 1006

By Hamilton

Substituted for: House Bill No. 1099

By McWherter

An Act to provide for the distribution of payments in lieu of taxes or other charges on the electric system of the City of Union City, Tennessee, to the County of Obion, Tennessee.

BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF TENNESSEE:

SECTION 1. In the interpretation of this Act, the following definitions of terms shall apply:

a. Electric System. The electric system of the City of Union City, Tennessee, including all tangible and intangible property and resources of every kind and description used or held for use in the purchase, transmission, distribution and sale, but not the generation, of electric energy.

b. Electric Operations. All activities associated with the establishment, development and administration of the electric system, and the business of supplying electricity and associated services to the public, including without limitation, the generation, purchase and sale of electric energy and the purchase, use and consumption thereof by ultimate consumers.

c. Net Plant Value. The depreciated original cost of the tangible property, as shown on the books of the electric system, including materials and supplies, used and held for use in the transmission and distribution of electric energy.

d. Tax Equivalent. The amount transferred to the general fund of the City of Union City from the revenues of its electric system as payments in lieu of taxes or other charges on the electric system and electric operation.

e. Fiscal Year. Twelve months beginning July 1 and ending June 30.

SECTION 2. Not later than thirty days after a tax equivalent is transferred to the general fund of the City, the Mayor and Councilmen of the

City of Union City shall distribute to the County in which the city's electric system is located the following amount:

\$1,740 per annum, or that annual amount which is the product of 50% of the net plant value of that part of the electric system which is located in the unincorporated area of the County multiplied by the County tax rate, whichever is greater. After determining the respective shares, there shall be deducted from any County share, and not distributed, any taxes or other charges imposed in the fiscal year on the electric system or electric operations by that County.

SECTION 3. Except for the purpose of local approval, this Act shall be effective on July 1, 1969. For the purpose of local approval, it shall be effective upon passage.

SECTION 4. This Act shall not be operative or applicable to the City of Union City, Tennessee, until approved by a two-thirds vote of its Board of Mayor and Councilmen, and unless so approved before July 1, 1969. The Mayor shall certify the approval or disapproval of the Board of Mayor and Councilmen to the Secretary of State or inform him of the Board's failure to act within the time prescribed.

PASSED: May 1, 1969

s/Frank C. Gorrell
SPEAKER OF THE SENATE

s/William L. Jenkins
SPEAKER OF THE HOUSE OF REPRESENTATIVES

APPROVED: May 7, 1969

s/Buford Ellington
GOVERNOR

This is to certify that according to the official records in this office, Senate Bill No. 1006, which is Chapter 134 of the Private Acts of 1969, was properly ratified and approved and is therefore operative and in effect in accordance with its provisions.

s/Joe C. Carr
SECRETARY OF STATE