

Item Title: Interlocal Cooperation Agreement for the Collection of Taxes between County of Wake and City of Durham

Specific Action Requested:

That the Board of Commissioners authorizes the County Manager to sign an Interlocal Cooperation Agreement consolidating the billing and collection of taxes between the County of Wake and the City of Durham for a new five-year term.

Item Summary:

Purpose: The purpose of this agreement is to establish the undertakings, as provided in N.C. Gen. Stat. Chapter 160A, Article 20, Part 1, whereby the Tax Administrator collects for the City and County all Revenues within the portion of the City having tax situs in Wake County

Background: The governing bodies of the County and the City have found and determined that it is in the public benefit and interest to provide for the collection by the County of real and personal property taxes levied by the City, as well as certain special assessments assessed by the City, gross receipts taxes on vehicle rentals and leases, gross receipts taxes on heavy equipment rentals and leases, and, if applicable, motor vehicle license taxes and fees levied by the City.

Board Goal: This action supports standard County operations and does not relate to a specific Board Initiative.

Fiscal Impact: The City shall pay to the County for the listing, billing, and collection of Revenues the sum of two tenths of one percent (0.2%) of the municipal taxes collected, unless and until the County finds such payment does not defray the additional expense to the County for this service, in which event the City will be notified of the additional payment found to be necessary to reimburse the County for this service at least six months prior to the beginning of the fiscal year covered by the increased charge. The charge for the County's listing, billing and collection of such taxes shall be paid to the County out of the gross monies collected each day, payable to the County prior to the net remittance to City on a weekly

Additional Information:

The Tax Administrator shall furnish monthly to the City the details of any taxes added to or deleted from the charges on the records of taxes due the City, the Tax Administrator shall furnish to the City an analysis of each year's levy when it has been compiled.

Attachments:

1. Interlocal Cooperation Agreement