

**TITLE 5****MUNICIPAL FINANCE AND TAXATION<sup>1</sup>****CHAPTER**

1. MISCELLANEOUS.
2. REAL PROPERTY TAXES.
3. PRIVILEGE TAXES.
4. WHOLESALE BEER TAX.
5. PURCHASING AGENT AND PROCEDURES.

**CHAPTER 1****MISCELLANEOUS****SECTION**

- 5-101. Collection of taxes.  
5-102. Fiscal year.

**5-101. Collection of taxes.** As provided by the Charter of the City of McKenzie the city clerk shall act as tax collector for the City of McKenzie. He shall issue tax receipts for taxes collected and receipts for the tax books and shall properly enter on the tax books the payment of taxes on the date on which they are collected. (1995 Code, § 5-101)

**5-102. Fiscal year.** July first of each and every year is designated and established as the beginning of the fiscal year and the last day of June in each and every next year is designated as the end of the fiscal year for the City of McKenzie and for the board of water commissioners. (1995 Code, § 5-102)

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<sup>1</sup>Charter references

Collection of delinquent taxes: § 19.

Due date: § 19.

## CHAPTER 2

### REAL PROPERTY TAXES

#### SECTION

5-201. When due and payable; penalty and interest.

**5-201. When due and payable;<sup>1</sup> penalty and interest.**<sup>2</sup> All real estate property taxes for the City of McKenzie shall become due and payable on the first day of October of each year and shall become delinquent on the first day of March next.

To the amount of tax due and payable, a penalty of one-half (1/2) of one percent (1%) and interest of one percent (1%) shall be added to the first day of March following the tax due date and a like amount added on the first day of each succeeding month thereafter. The tax due, with penalty and interest, shall be collected or paid simultaneously. (1995 Code, § 5-201)

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<sup>1</sup>State law references

Tennessee Code Annotated, §§ 67-1-701, 67-1-702 and 67-1-801, read together, permit a municipality to collect its own property taxes if its charter authorizes it to do so, or to turn over the collection of its property taxes to the county trustee. Apparently, under those same provisions, if a municipality collects its own property taxes, tax due and delinquency dates are as prescribed by the charter; if the county trustee collects them, the tax due date is the first Monday in October, and the delinquency date is the following March 1.

<sup>2</sup>Charter and state law reference

Tennessee Code Annotated, § 67-5-2010(b) provides that if the county trustee collects the municipality's property taxes, a penalty of 1/2 of 1% and interest of 1% shall be added on the first day of March, following the tax due date and on the first day of each succeeding month.

## CHAPTER 3

### PRIVILEGE TAXES<sup>1</sup>

#### SECTION

5-301. Tax levied.

5-302. License required.

**5-301. Tax levied.** Except as otherwise specifically provided in this code, there is hereby levied on all vocations, occupations, and businesses declared by the general laws of the state to be privileges taxable by municipalities, an annual privilege tax in the maximum amount allowed by said state laws. The taxes provided for in the state's "Business Tax Act" (Tennessee Code Annotated, § 67-4-701, et seq.) are hereby expressly enacted, ordained, and levied on the businesses, business activities, vocations, and occupations carried on within the city at the rates and in the manner prescribed by the Act. (1995 Code, § 5-301)

**5-302. License required.** No person shall exercise any such privilege within the city without a currently effective privilege license, which shall be issued by the clerk to each applicant therefor upon the applicant's payment of the appropriate privilege tax. (1995 Code, § 5-302)

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<sup>1</sup>Municipal code reference  
Beer; privilege tax: § 8-208.

## CHAPTER 4

### WHOLESALE BEER TAX

#### SECTION

5-401. To be collected.

**5-401. To be collected.** The clerk is hereby directed to take appropriate action to assure payment to the municipality of the wholesale beer tax levied by the "Wholesale Beer Tax Act," as set out in Tennessee Code Annotated, title 57, chapter 6.<sup>1</sup> (1995 Code, § 5-401)

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<sup>1</sup>State law reference

Tennessee Code Annotated, title 57, chapter 6 provides for a tax of 17% on the sale of beer at wholesale. Every wholesaler is required to remit to each municipality the amount of the net tax on beer wholesale sales to retailers and other persons within the corporate limits of the municipality.

## CHAPTER 5

### PURCHASING AGENT AND PROCEDURES

#### SECTION

5-501. Office of purchasing agent created.

5-502. Duties of purchasing agent.

5-503. Revisions to purchasing procedures.

5-504. Purchases under \$500.00.

**5-501. Office of purchasing agent created.** As provided in Tennessee Code Annotated, § 6-56-301, et seq., the office of purchasing agent is hereby created and the mayor shall faithfully discharge the duties of said office or appoint an individual to make purchases for the city. Purchases shall be made in accordance with the Municipal Purchasing Law of 1983 and amendments thereto, this chapter and purchasing procedures approved by the governing body. (1995 Code, § 5-501)

**5-502. Duties of purchasing agent.** The purchasing agent, or designated representative, as provided herein, shall purchase materials, supplies, services and equipment, provide for leases and lease-purchases and dispose of surplus property in accordance with purchasing procedures approved by the governing body and filed with the city clerk. (1995 Code, § 5-502)

**5-503. Revisions to purchasing procedures.** After initial approval by resolution of the governing body of this city, changes or revisions to the purchasing procedures shall be made only by resolution. (1995 Code, § 5-503)

**5-504. Purchases under \$500.00.** Purchases under five hundred dollars (\$500.00) are not required to have a purchase order. (1995 Code, § 5-504, modified)

