

**TOWN OF PONCHA SPRINGS
RESOLUTION NO. 2010 – 07**

**A RESOLUTION OF THE TOWN OF PONCHA SPRINGS, COLORADO
SUPPORTING THE COOPERATIVE EFFORTS OF CHAFFEE COUNTY
AND THE THREE MUNICIPALITIES INCORPORATED WITHIN
CHAFFEE COUNTY TO REACH AN INTERGOVERNMENTAL
AGREEMENT FOR A COUNTY-WIDE SALES AND USE TAX.**

WHEREAS, the Mayor and Trustees for the Town of Poncha Springs, Colorado desire to work together with the elected officials of Chaffee County (the County), the Town of Buena Vista and the City of Salida for the mutual benefit of all citizens of Chaffee County; and

WHEREAS, the citizens of Chaffee County rely on infrastructure and services provided by both the county government and the municipal governments within the County; and

WHEREAS, the elected officials of Chaffee County, Town of Poncha Springs, Town of Buena Vista and City of Salida desire to provide necessary services to its citizens in a fair and equitable manner; and

WHEREAS, Chaffee County and the municipal governments within the County each impose a tax on sales of certain goods and services purchased within their jurisdictions but only the Town of Poncha Springs has a use tax on goods brought into their jurisdiction from another jurisdiction; and

WHEREAS, businesses operating outside of one of the municipalities within the County collect a lower rate of total sales tax and residents living outside of one of the municipalities within the County are subject to a lower total rate of sales tax on goods and services delivered to their residence; and

WHEREAS, Chaffee County and the municipal governments depend on sales tax revenue for a substantial portion of their general fund budgets and desire to create a more equal tax environment across the entire County; and

WHEREAS, the elected officials of each of the three municipalities within the County have expressed their willingness to repeal the 2% municipal sales tax should voters approve an additional 2% county sales tax to be allocated between the respective jurisdictions.

**NOW, THEREFORE, BE IT RESOLVED BY THE BOARD OF TRUSTEES OF THE
TOWN OF PONCHA SPRINGS, COLORADO**

Section 1: The aforementioned recitals are incorporated herein and adopted as findings and determinations of the Board of Trustees.

Section 2: The Board of Trustees affirms its commitment to work with the elected officials of Chaffee County, the Town of Buena Vista and the City of Salida to enter into an intergovernmental agreement (Agreement) that would serve as a revenue sharing arrangement for a county-wide sales

and use tax.

Section 3: The Board of Trustees affirms its commitment to educate its constituents about the financial effects of the proposed Agreement and shift in tax collections from the municipalities to the County.

RESOLVED, APPROVED AND ADOPTED at a regular meeting of the Board of Trustees of the Town of Poncha Springs on this 24th day of May 2010.

TOWN OF PONCHA SPRINGS, COLORADO

[SEAL]

By Mark F. Shonley
Mayor



ATTEST:

Diana K. Heenan
Town Clerk