

## **RESOLUTION No. 06-06-2018**

## A RESOLUTION OF THE SANTAQUIN CITY COUNCIL DISSOLVING THE SANTAQUIN SPECIAL SERVICE DISTRICT FOR ROAD MAINTENANCE

WHEREAS, the City of Santaquin, a fourth class city in the State of Utah, which has the authority to create and dissolve a Special Service District under the Utah State Special Service District Act (UTAH CODE ANN. title 17D, chapter 1); and

WHEREAS, the Santaquin City Council passed Resolution 12-03-2013 on December 18, 2013, which created the Santaquin Special Service District for Road Maintenance, and did so for the purposes of segregating its transportation funds, dedicating the use of said funds for specific transportation related services (e.g. road maintenance, road improvements, etc.) and creating a taxing entity which could generate additional funding for said purposes; and

**WHEREAS**, members of the Santaquin City Council, from 2013-2018, acting as Board Members of the Santaquin Special Service District for Road Maintenance chose not to propose a property tax levy for the consideration of the voters; and

**WHEREAS**, in lieu of raising property taxes, the Santaquin City Council has utilized financial transfers from the City of Santaquin to the Santaquin Special Service District for Road Maintenance (*e.g. Class-C Road Funds and Santaquin City Property Tax Dollars*) to fund its road maintenance activities; and

WHEREAS, the segregation and dedication of transportation funding for the exclusive use of road maintenance activities could be accomplished more efficiently through the creation of a Capital Project for Roads Fund, internal to the accounting systems of Santaquin City, which would negate the need for a wholly separate entity; and by so doing, enhance overall transparency and eliminate the need to maintain a separate accounting system with its corresponding auditing requirement; and

WHEREAS, none of the limitations for dissolving the Santaquin Special Service District for Road Maintenance, as outlined in UTAH CODE ANN. § 17D-1-602 (LexisNexis 2010), exist (e.g. the SSD holds no bonds, notes, or other financial obligations, etc.) which might otherwise preclude the Santaquin City Council from dissolving said district; and

WHEREAS, the Santaquin City Council, finding no further advantage of maintaining two separate entities, desires now to dissolve the Santaquin Special Service District for Road Maintenance and transfer all residual funds from said entity into a newly created Capital Projects Fund for Roads within the Santaquin City Accounting System;

## NOW THEREFORE, BE IT RESOLVED BY THE SANTAQUIN CITY COUNCIL THAT:

- 1. The Santaquin City Council shall transfer all remaining funds of the Santaquin Special Service District for Road Maintenance to the City of Santaquin, where said funds will be set aside in a newly created Capital Project Fund for Roads.
- 2. The Santaquin City Council, under authority provided by the Utah State Special Service District Act (UTAH CODE ANN. § 17D-1-601 et seq. (LexisNexis 2013)), does hereby dissolve the Santaquin Special Service District for Road Maintenance.
- 3. Santaquin City shall file the proper notices and documents with the Office of the Lieutenant Governor for the State of Utah and the Office of the Utah County Recorder as outlined in UTAH CODE ANN. § 17D-1-603 (LexisNexis 2013).

Kirk F. Hunsaker, Santaguin City Mayor

4. This Resolution shall take effect immediately upon its passage.

PASSED AND APPROVED this 20th day of June, 2018.

ATTEST:

Susan B. Farnsworth, Santaquin City Recorder