

CITY OF HIGH POINT

AGENDA ITEM



TITLE: Guilford County Amendment Extending Interlocal Agreement on Tax Collection	
FROM: Bobby Fitzjohn, Financial Services Director	MEETING DATE: April 1, 2024
PUBLIC HEARING: n/a	ADVERTISED DATE/BY: n/a
ATTACHMENTS: Resolution Guilford County Amendment Extending Interlocal Agreement on Tax Collection	

PURPOSE: The Financial Services Department recommends that City Council approve the Amendment Extending Interlocal Agreement on Tax Collection ("Amendment").

BACKGROUND: On May 16, 2016, the City of High Point ("City") and Guilford County entered into an Interlocal Agreement on Tax Collection (the "Interlocal Agreement"), under which the County provides ad valorem tax listing and collections services to the City for property located in Guilford County. The Interlocal Agreement was amended by an Addendum in 2017, a Second Addendum in 2020, and a Third Addendum in 2021. This Amendment extends the Agreement for an additional five (5) years, through June 30, 2029, and increases the tax collection fee from .62% to .75%, or approximately \$94,000.00 per year.

BUDGET IMPACT: Tax collection fees are included in the annual recommended budget.

RECOMMENDATION/ACTION REQUESTED: Council is requested to approve the Resolution and Amendment Extending Interlocal Agreement on Tax Collection, app and authorize the appropriate City Official(s) to execute all necessary documents.



**RESOLUTION APPROVING AN AMENDMENT EXTENDING INTERLOCAL
AGREEMENT ON TAX COLLECTION WITH GUILFORD COUNTY
FOR AREAS OF HIGH POINT LOCATED IN GUILFORD COUNTY**

WHEREAS, the North Carolina General Statutes Chapter 160A, Article 20 provides that units of local government may enter into contracts or agreements with each other in order to execute any undertaking, and the contracts and agreements shall be of reasonable duration and ratified by resolution of the governing board of each unity spread upon its minutes; and

WHEREAS, the City of High Point and Guilford County are units of local government in North Carolina (collectively the “Parties”); and

WHEREAS, the Parties entered into that certain Interlocal Agreement for Tax Collection on May 16, 2016, as amended by an Addendum in 2017, a Second Addendum in 2020, and a Third Addendum in 2021 (collectively, the “Interlocal Agreement”), under which the County provides ad valorem tax listing and collections services to the City for property located in Guilford County; and

WHEREAS, the Parties desire to enter into an Amendment Extending Interlocal Agreement on Tax Collection, extending the term for an additional five (5) years and increasing the tax collection fee.

NOW THEREFORE, BE IT RESOLVED that High Point City Council hereby approves, ratifies, and authorizes the execution of Amendment Extending Interlocal Agreement on Tax Collection.

Adopted by the High Point City Council, this 1st day of April, 2024.

Cyril Jefferson, Mayor

ATTEST:

Sandra Keeney, City Clerk

GUILFORD COUNTY CONTRACT NO. 90006134
CITY OF HIGH POINT

NORTH CAROLINA
GUILFORD COUNTY

AMENDMENT EXTENDING INTERLOCAL AGREEMENT ON TAX COLLECTION

This amendment, made and effective as of July 1, 2024, is an amendment to the Interlocal Agreement on Tax Collection made May 16, 2016 and effective July 1, 2016 and as thereafter amended by three (3) addendums (the "Interlocal Agreement") between the City of High Point, a municipal corporation in the State of North Carolina ("CITY"), and Guilford County, North Carolina, a body politic and corporate ("COUNTY"), collectively referred to as the "Parties."

WITNESSETH

THAT WHEREAS, on May 16, 2016, the CITY and the COUNTY entered into the Interlocal Agreement, effective as of July 1, 2016, under which the COUNTY agreed to provide ad valorem tax listing and collection services to the CITY for a five (5) year term from July 1, 2016 through June 30, 2021, which the Parties thereafter amended by three (3) addendums and extended to an eight (8) year term through June 30, 2024;

WHEREAS, the CITY and COUNTY have determined that it is in the public benefit and interest to extend the term of the Interlocal Agreement for an additional five (5) years on the same terms except as amended herein; and

WHEREAS, the governing bodies of the CITY and COUNTY have ratified this amendment to the Interlocal Agreement by resolutions recorded in their respective minutes;

NOW, THEREFORE, in consideration of the mutual covenants, terms and conditions contained in the Interlocal Agreement, as amended, accruing to the benefit of each of the Parties and other good and valuable consideration, receipt and sufficiency of which is acknowledged by the CITY and the COUNTY, the Parties agree as follows:

1. The term of the Interlocal Agreement is amended and shall be for thirteen (13) years, from July 1, 2016 to June 30, 2029, unless sooner terminated pursuant to its terms.
2. As of July 1, 2024, the Tax Collection Rate set out in Paragraph 14 of the Interlocal Agreement (and in Paragraph 16 of the first and second Addendums to the Interlocal Agreement) is amended to read ".75%", an increase of .13% from the current rate of .62%.
3. All other provisions of the Interlocal Agreement and any subsequent modifications and revisions are ratified and shall continue in full force and effect in accordance with their terms.

GUILFORD COUNTY CONTRACT NO. 90006134
CITY OF HIGH POINT

IN WITNESS THEREOF, the Parties have executed this Amendment Extending Interlocal Agreement in their respective names and titles, by their proper officials, all by the authority of appropriate resolutions of the governing bodies of each of the taxing units, duly adopted, as of the day and year first written above.

ATTEST:

GUILFORD COUNTY

By: _____
Robin B. Keller, Clerk to Board

By: _____
Jason Jones, Assistant County Manager

(COUNTY SEAL)

By: _____
Ben Chavis, Tax Director

ATTEST:

THE CITY OF HIGH POINT

By: _____
High Point City Clerk

By: _____
City Manager

(CITY SEAL)

This instrument has been preaudited in the manner required by the Local Government Budget and Fiscal Control Act.

By: _____
High Point Finance Officer