

AN ORDINANCE AMENDING CHATTANOOGA CITY CODE,
ARTICLE IV, CHAPTER 2, SECTION 517, DEPOSIT OF
CHECKS RECEIVED; DISHONORED CHECKS.

SECTION 1. BE IT ORDAINED BY THE CITY COUNCIL OF THE CITY OF CHATTANOOGA, TENNESSEE, That Chattanooga City Code, Article IV, Chapter 2, Section 517, is amended by deleting said subsection in its entirety and inserting in lieu thereof the following:

Sec. 2-517. Deposit of checks received; dishonored checks.

- (a) All checks received in the department of Finance and Administration as payment for taxes, license fees or permit fees, or received for any other purpose shall be deposited by the city treasurer within three (3) days after they are received.
- (b) If for any reason any check is not honored by the bank on which it is drawn, it shall be turned over to the mayor for such action as he may see fit to take, including, but not limited to, collection of an amount equal to one percent (1%) of the amount of such check, except that if the amount of the check is less than two thousand dollars (\$2,000.00), the fee under this section shall be twenty dollars (\$20.00) or the amount of the check, whichever is less, to partially offset the cost of processing the returned check.
- (c) A record shall be made by the officer handling such check showing the disposition thereof.

SECTION 2. BE IT FURTHER ORDAINED, That this Ordinance shall take effect two (2) weeks from and after its passage.

PASSED on Second and Final Reading

_____, 2012.

CHAIRPERSON

APPROVED: _____ DISAPPROVED: _____

DATE _____, 2012

MAYOR