

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 or money orders received by the City as payment for taxes, license fees or permit fees, or received for any other purpose shall be deposited within three (3) days after they are received.
- (b) If for any reason any check or money order is not honored by the bank on which it is drawn, in addition to other penalties by law, there shall be paid as a penalty by the person who tendered such check or money order, upon written notice and demand by the City, an amount equal to one percent (1%) of the amount of such check or money order, except that if the amount of the check or money order 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.
- (c) A record shall be made by the officer handling such check or money order 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