
SENATE BILL 5676

State of Washington

66th Legislature

2019 Regular Session

By Senators Takko, Walsh, and Short

1 AN ACT Relating to authorizing cities planning under the growth
2 management act to impose certain real estate excise taxes by
3 councilmanic action; and amending RCW 82.46.035.

4 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF WASHINGTON:

5 **Sec. 1.** RCW 82.46.035 and 2011 c 354 s 3 are each amended to
6 read as follows:

7 (1) The legislative authority of any county or city must identify
8 in the adopted budget the capital projects funded in whole or in part
9 from the proceeds of the tax authorized in this section, and must
10 indicate that such tax is intended to be in addition to other funds
11 that may be reasonably available for such capital projects.

12 (2) The legislative authority of any county or any city that
13 plans under RCW 36.70A.040(~~((1))~~) may impose an additional excise tax
14 on each sale of real property in the unincorporated areas of the
15 county for the county tax and in the corporate limits of the city for
16 the city tax at a rate not exceeding one-quarter of one percent of
17 the selling price. (~~(Any county choosing to plan under RCW~~
18 ~~36.70A.040(2) and any city within such a county may only adopt an~~
19 ~~ordinance imposing the excise tax authorized by this section if the~~
20 ~~ordinance is first authorized by a proposition approved by a majority~~
21 ~~of the voters of the taxing district voting on the proposition at a~~

1 ~~general election held within the district or at a special election~~
2 ~~within the taxing district called by the district for the purpose of~~
3 ~~submitting such proposition to the voters.)~~

4 (3) Revenues generated from the tax imposed under subsection (2)
5 of this section must be used by such counties and cities solely for
6 financing capital projects specified in a capital facilities plan
7 element of a comprehensive plan. However, revenues (a) pledged by
8 such counties and cities to debt retirement prior to March 1, 1992,
9 may continue to be used for that purpose until the original debt for
10 which the revenues were pledged is retired, or (b) committed prior to
11 March 1, 1992, by such counties or cities to a project may continue
12 to be used for that purpose until the project is completed.

13 (4) Revenues generated by the tax imposed by this section must be
14 deposited in a separate account.

15 (5) As used in this section, "city" means any city or town and
16 "capital project" means those public works projects of a local
17 government for planning, acquisition, construction, reconstruction,
18 repair, replacement, rehabilitation, or improvement of streets,
19 roads, highways, sidewalks, street and road lighting systems, traffic
20 signals, bridges, domestic water systems, storm and sanitary sewer
21 systems, and planning, construction, reconstruction, repair,
22 rehabilitation, or improvement of parks.

23 (6) When the governor files a notice of noncompliance under RCW
24 36.70A.340 with the secretary of state and the appropriate county or
25 city, the county or city's authority to impose the additional excise
26 tax under this section is temporarily rescinded until the governor
27 files a subsequent notice rescinding the notice of noncompliance.

28 (7) From June 30, 2012, until December 31, 2016, a city or county
29 may use the greater of one hundred thousand dollars or thirty-five
30 percent of available funds under this section, but not to exceed one
31 million dollars per year, for operations and maintenance of existing
32 capital projects as defined in subsection (5) of this section, and
33 counties may use available funds under this section for the payment
34 of existing debt service incurred for capital projects as defined in
35 RCW 82.46.010. If a county uses available funds for payment of
36 existing debt service under RCW 82.46.010, the total amount used for
37 payment of debt service and any amounts used for operations and
38 maintenance is subject to the limits in this subsection.

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