

## Recap of Changes to Title 5, OMC.

### Model Ordinance Changes

#### Section 5.04.040 Definitions

“Delivery”, **(Model Ordinance)**, add digital goods language to ensure that this activity is defined in our ordinance

“Engaging in Business” **(Model Ordinance)** add board member language that allows an exception for persons who attend board meetings held in Olympia

“Gross Proceeds of Sales”, **(Model Ordinance)** add digital goods language to ensure that digital goods business activity is described in our ordinance

“To manufacture”, **(Model Ordinance)** add digital goods language to ensure that digital goods production is encompassed in our definition

“Sale at retail” or “retail sale” **(Model Ordinance)** adds digital goods language to ensure that digital goods sales are encompassed in our definition

Sale at wholesale”, **(Model Ordinance)** add digital goods language to ensure that wholesaling of digital goods is encompassed in our definition

Section 5.04.070, **(Model Ordinance)** delete language no longer consistent with allocation and apportionment provisions contained in State Model Ordinance and City ordinance; **(Administrative)** add specific business license requirement language so that it is clear that any business that contracts with the City must obtain a City business license.

5.04.105a Allocation and Apportionment of income when activities take place in more than one jurisdiction **(Model Ordinance)** add digital goods, allocation, and apportionment provisions to this section, ensure that OMC contains accurate and current descriptions of business activity related to digital goods

5.04.110 Exemptions (J) **(Model Ordinance)** deletes preemption of taxation language from Insurance exemption that is no longer required due to RCW changes

5.04.120 Deductions, Change G, “Interest on Investments...” to current language with RCW reference **(Model Ordinance)** Ensures that OMC has current interest deduction language related to investments

5.05.150, Public disclosure, add public disclosure and confidentiality language to encompass current standards **(Model Ordinance)** Adds latest taxpayer information protection standards and practices to our ordinance

### Administrative Changes

#### Chapter 5.02 Business Licenses

- Section 5.02.005, (**administrative**), update to current terminology and change to current State and City business license description)
- Section 5.02.005, (**administrative**) add sections E and F, makes penalty language consistent with other sections of Title 5 OMC)

NOTE: THE new sections E and F are identical TO 5.10.300, 5.20.070, and 5.76.070

- Section 5.02.010, (**administrative**) update to current terminology, change to current agency terminology making OMC consistent with descriptive title used by the State of Washington
- Section 5.02.030, (**administrative**), update to current terminology change to current State of Washington business license description
- “Engaging in Business” (**Administrative**) remove de minimus language as it can’t be effectively administered or applied by the State agency that issues and renews business licenses on the City’s behalf
- “Retail Service” (**Administrative**) correct typographical error

#### Chapter 5.05 Administrative Provisions for Certain Taxes

- 5.05.025, (**Administrative**) Business License Required, Section A, correct name of State agency to term in current use
- 5.05.040, (**Administrative**) When due and payable, add quarterly deadline language as this filing option has been offered by the City for at least 20 years

#### Chapter 5.20 Gambling Activities

- 5.20.020, (**Administrative**) make tax filing deadline consistent with other City taxes
- 5.20.030, (**Administrative**) make tax filing deadline consistent with other City taxes