ORDINANCE NO.

AN ORDINANCE OF THE CITY OF OLYMPIA, WASHINGTON, REPEALING ORDINANCE NO. 7200 RELATING TO IMPOSITION OF LOCAL SALES OR USE TAXES AUTHORIZED BY SUBSTITUTE HOUSE BILL 1406 (SHB 1406) (CHAPTER 338, LAWS OF 2019) FOR AFFORDABLE HOUSING, SUPPORTIVE HOUSING SERVICES, AND PROVIDING RENTAL ASSISTANCE TO TENANTS.

THE CITY COUNCIL OF THE CITY OF OLYMPIA, WASHINGTON DOES ORDAIN as follows:

Section 1. Findings. The City Council (the "Council") of the City of Olympia, Washington (the "City"), makes the following findings and determinations:

1.1 The City of Olympia recognizes the City and Thurston County lack affordable, high-quality homes for all of their respective residents. The City and Thurston County desire to work together to maximize the funding permitted by SHB 1406 for providing affordable housing, supportive housing services and rental assistance to tenants.

1.2 The Washington State Legislature enacted Substitute House Bill 1406 ("SHB 1406") to provide a revenue sharing program with local governments for affordable housing which is intended to encourage investments in affordable and supportive housing by cities and counties.

1.3 The Council passed Ordinance No. 7200 on August 20, 2019, which was published on August 23, 2019, becoming effective five (5) days after publication.

1.4 The Olympia City Council wishes to maximize the amount both the City and Thurston County can collect from the State's share of this retail and use tax credit authorized under SHB 1406. The City Council therefore wishes to repeal Olympia City Ordinance No. 7200 which will allow the City of Olympia and Thurston County to coordinate the effective dates of their respective legislation imposing the retail and use tax credit permitted by SHB 1406.

Section 2. Sales and Use Tax Ordinance No. 7200 Repealed.

2.1 <u>Ordinance No. 7200 Repealed</u>. City of Olympia Ordinance No. 7200 that imposed a sales and use tax at a rate of 0.0146 of one percent of the selling price in the case of a sales tax, or value of the article used in the case of a use tax, as permitted by SHB 1406 (Chapter 338, Laws of 2019) is hereby repealed.

Section 3. Administration. The City Clerk is directed to cause a certified copy of this Ordinance to be delivered to the State of Washington Department of Revenue, the State of Washington Department of Commerce, and any other public officers or agencies required by law.

Section 4. Ratification. All actions taken in furtherance of and not inconsistent with this Ordinance are ratified and confirmed in all respects.

Section 5. Severability. If any provision of this Ordinance is declared by any court of competent jurisdiction to be invalid, then such provision shall be null and void and shall be severable from the remaining provisions of this Ordinance and shall in no way affect the validity of the other provisions of this Ordinance.

Section 6. Publication and Effective Date. Notification of passage of this Ordinance shall be published as provided by law, and shall take effect and be in full force five (5) days after publication.

MAYOR

ATTEST:

CITY CLERK

APPROVED AS TO FORM:

Barber CITY ATTORNEY

PASSED:

APPROVED:

PUBLISHED: