

Impose a 1% fee for administration of state-shared local sales taxes

Description This proposal would impose a fee of 1% for state administration of the following local sales, use, and lodging taxes that are credited against the state sales and use tax (commonly referred to as “state-shared” local taxes):

- Rural County Tax (RCW 82.14.370)
- PFD - Regional Centers Tax (RCW 82.14.390)
- PFD - Regional Theaters Tax (RCW 82.14.485)
- King County Public Stadium Authority Tax (RCW 82.14.0494)
- Annexation Services (RCW 82.14.415)
- Lodging Tax (RCW 67.28.180)

Current Law The Department of Revenue may charge a fee of up to 2% for the collection and administration of many local sales and use taxes, though the Department typically only charges a 1% fee. No administration and collection fee is authorized for local taxes that are credited against the state sales and use tax.

Revenue Impact General Fund Impacts (\$ millions):

Fiscal Year 2012	Fiscal Year 2013	2011-2013 Biennium
\$0	\$ 0.9	\$0.9

Notes:

- *Estimate assumes a July 1, 2012 effective date, representing 11 months of collections for FY 2013.*
 - *Estimate reflects the September 2011 Economic & Revenue Forecast Council revenue forecast.*
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Expenditure Impact

Fiscal Year 2012	Fiscal Year 2013	2011-2013 Biennium
\$8,700	\$0	\$8,700
