S-3692.1			

SENATE BILL 6464

State of Washington 52nd Legislature 1992 Regular Session

By Senators Patterson, Skratek, Madsen and Thorsness

Read first time 02/03/92. Referred to Committee on Transportation.

- AN ACT Relating to transit funding; amending RCW 82.44.180;
- 2 reenacting and amending RCW 82.44.150; and adding a new chapter to
- 3 Title 47 RCW.
- 4 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF WASHINGTON:
- 5 Sec. 1. RCW 82.44.150 and 1991 c 309 s 5 and 1991 c 199 s 222 are
- 6 each reenacted and amended to read as follows:
- 7 (1) The director of licensing shall, on the twenty-fifth day of
- 8 February, May, August, and November of each year, advise the state
- 9 treasurer of the total amount of motor vehicle excise taxes imposed by
- 10 RCW 82.44.020 (1) and (2) remitted to the department during the
- 11 preceding calendar quarter ending on the last day of March, June,
- 12 September, and December, respectively, except for those payable under
- 13 RCW 82.44.030, from motor vehicle owners residing within each

- 1 municipality which has levied a tax under RCW 35.58.273, which amount
- 2 of excise taxes shall be determined by the director as follows:
- 3 The total amount of motor vehicle excise taxes remitted to the
- 4 department, except those payable under RCW 82.44.020(3) and 82.44.030,
- 5 from each county shall be multiplied by a fraction, the numerator of
- 6 which is the population of the municipality residing in such county,
- 7 and the denominator of which is the total population of the county in
- 8 which such municipality or portion thereof is located. The product of
- 9 this computation shall be the amount of excise taxes from motor vehicle
- 10 owners residing within such municipality or portion thereof. Where the
- 11 municipality levying a tax under RCW 35.58.273 is located in more than
- 12 one county, the above computation shall be made by county, and the
- 13 combined products shall provide the total amount of motor vehicle
- 14 excise taxes from motor vehicle owners residing in the municipality as
- 15 a whole. Population figures required for these computations shall be
- 16 supplied to the director by the office of financial management, who
- 17 shall adjust the fraction annually.
- 18 (2) On the first day of the months of January, April, July, and
- 19 October of each year, the state treasurer based upon information
- 20 provided by the department shall, from motor vehicle excise taxes
- 21 deposited in the general fund, under RCW $82.44.110((\frac{7}{1}))(1)(q)$, make
- 22 the following deposits:
- 23 (a) To the high capacity transportation account created in RCW
- 24 47.78.010, a sum equal to four and five-tenths percent of the special
- 25 excise tax levied under RCW 35.58.273 by those municipalities
- 26 authorized to levy a special excise tax within (i) each county with a
- 27 population of two hundred ten thousand or more and (ii) each county
- 28 with a population of from one hundred twenty-five thousand to less than
- 29 two hundred ten thousand except for those counties that do not border

- 1 a county with a population as described in subsection (i) of this
 2 subsection;
- 3 (b) To the central Puget Sound public transportation account
- 4 created in RCW 82.44.180, for revenues distributed after December 31,
- 5 1992, within a county with a population of one million or more and a
- 6 county with a population of from two hundred thousand to less than one
- 7 million bordering a county with a population of one million or more, a
- 8 sum equal to the difference between (i) the special excise tax levied
- 9 and collected under RCW 35.58.273 by those municipalities authorized to
- 10 levy and collect a special excise tax subject to the requirements of
- 11 subsections (3) and (4) of this section and (ii) the special excise tax
- 12 that the municipality would otherwise have been eligible to levy and
- 13 collect at a tax rate of .815 percent ((and been able to match with
- 14 locally generated tax revenues, other than the excise tax imposed under
- 15 RCW 35.58.273, budgeted for any public transportation purpose))
- 16 notwithstanding the requirements of subsections (3) through (6) of this
- 17 <u>section</u>. Before this deposit, the sum shall be reduced by an amount
- 18 equal to the amount distributed under (a) of this subsection for each
- 19 of the municipalities within the counties to which this subsection
- 20 (2)(b) applies; ((however, any transfer under this subsection (2)(b)
- 21 must be greater than zero;))
- 22 (c) To the public transportation systems account created in RCW
- 23 82.44.180, for revenues distributed after December 31, 1992, within
- 24 counties not described in (b) of this subsection, a sum equal to the
- 25 difference between (i) the special excise tax levied and collected
- 26 under RCW 35.58.273 by those municipalities authorized to levy and
- 27 collect a special excise tax subject to the requirements of subsections
- 28 (3) and (4) of this section and (ii) the special excise tax that the
- 29 municipality would otherwise have been eligible to levy and collect at
- 30 a tax rate of .815 percent ((and been able to match with locally

- 1 generated tax revenues, other than the excise tax imposed under RCW
- 2 35.58.273, budgeted for any public transportation purpose))
- 3 notwithstanding the requirements of subsections (3) through (6) of this
- 4 section. Before this deposit, the sum shall be reduced by an amount
- 5 equal to the amount distributed under (a) of this subsection for each
- 6 of the municipalities within the counties to which this subsection
- 7 (2)(c) applies; ((however, any transfer under this subsection (2)(c)
- 8 must be greater than zero;)) and
- 9 (d) To the transportation fund created in RCW 82.44.180, for
- 10 revenues distributed after June 30, 1991, and through December 31,
- 11 1992, a sum equal to the difference between (i) the special excise tax
- 12 levied and collected under RCW 35.58.273 by those municipalities
- 13 authorized to levy and collect a special excise tax subject to the
- 14 requirements of subsections (3) and (4) of this section and (ii) the
- 15 special excise tax that the municipality would otherwise have been
- 16 eligible to levy and collect at a tax rate of .815 percent
- 17 notwithstanding the requirements set forth in subsections (3) through
- 18 (6) of this section, reduced by an amount equal to distributions made
- 19 under $(a)((\frac{b}{a}), and (c))$ of this subsection.
- 20 (3) On the first day of the months of January, April, July, and
- 21 October of each year, the state treasurer, based upon information
- 22 provided by the department, shall remit motor vehicle excise tax
- 23 revenues imposed and collected under RCW 35.58.273 as follows:
- 24 (a) The amount required to be remitted by the state treasurer to
- 25 the treasurer of any municipality levying the tax shall not exceed in
- 26 any calendar year the amount of locally-generated tax revenues,
- 27 excluding the excise tax imposed under RCW 35.58.273 for the purposes
- 28 of this section, which shall have been budgeted by the municipality to
- 29 be collected in such calendar year for any public transportation
- 30 purposes including but not limited to operating costs, capital costs,

SB 6464 p. 4 of 8

- 1 and debt service on general obligation or revenue bonds issued for
- 2 these purposes; and
- 3 (b) In no event may the amount remitted in a single calendar
- 4 quarter exceed the amount collected on behalf of the municipality under
- 5 RCW 35.58.273 during the calendar quarter next preceding the
- 6 immediately preceding quarter.
- 7 (4) At the close of each calendar year accounting period, but not
- 8 later than April 1, each municipality that has received motor vehicle
- 9 excise taxes under subsection (3) of this section shall transmit to the
- 10 director of licensing and the state auditor a written report showing by
- 11 source the previous year's budgeted tax revenues for public
- 12 transportation purposes as compared to actual collections. Any
- 13 municipality that has not submitted the report by April 1 shall cease
- 14 to be eligible to receive motor vehicle excise taxes under subsection
- 15 (3) of this section until the report is received by the director of
- 16 licensing. If a municipality has received more or less money under
- 17 subsection (3) of this section for the period covered by the report
- 18 than it is entitled to receive by reason of its locally-generated
- 19 collected tax revenues, the director of licensing shall, during the
- 20 next ensuing quarter that the municipality is eligible to receive motor
- 21 vehicle excise tax funds, increase or decrease the amount to be
- 22 remitted in an amount equal to the difference between the locally-
- 23 generated budgeted tax revenues and the locally-generated collected tax
- 24 revenues. In no event may the amount remitted for a calendar year
- 25 exceed the amount collected on behalf of the municipality under RCW
- 26 35.58.273 during that same calendar year. At the time of the next
- 27 fiscal audit of each municipality, the state auditor shall verify the
- 28 accuracy of the report submitted and notify the director of licensing
- 29 of any discrepancies.

- 1 (5) The motor vehicle excise taxes imposed under RCW 35.58.273 and
- 2 required to be remitted under this section shall be remitted without
- 3 legislative appropriation.
- 4 (6) Any municipality levying and collecting a tax under RCW
- 5 35.58.273 which does not have an operating, public transit system or a
- 6 contract for public transportation services in effect within one year
- 7 from the initial effective date of the tax shall return to the state
- 8 treasurer all motor vehicle excise taxes received under subsection (3)
- 9 of this section.
- 10 **Sec. 2.** RCW 82.44.180 and 1991 c 199 s 224 are each amended to
- 11 read as follows:
- 12 (1) The transportation fund is created in the state treasury.
- 13 Revenues under RCW 82.44.020 (1) and (2), 82.44.110, 82.44.150, and the
- 14 surcharge under RCW 82.50.510 shall be deposited into the fund as
- 15 provided in those sections.
- 16 Moneys in the fund may be spent only after appropriation.
- 17 Expenditures from the fund may be used only for transportation
- 18 purposes.
- 19 (2) There is hereby created the central Puget Sound public
- 20 transportation account within the transportation fund. Moneys
- 21 deposited into the account under RCW 82.44.150(2)(b) shall be
- 22 ((expended)) appropriated to the department of transportation and
- 23 <u>allocated under section 3 of this act to public transportation projects</u>
- 24 within the three_county region from which the funds are derived, solely
- 25 for:
- 26 (a) <u>Planning</u>;
- 27 <u>(b) Development of capital projects;</u>
- 28 <u>(c)</u> Development of high capacity transportation systems as defined
- 29 in RCW 81.104.010;

- 1 ((\(\frac{(b)}{(b)}\)) (\(\frac{d}{d}\)) Development of high occupancy vehicle lanes and related
- 2 facilities as defined in RCW 81.100.020; and
- (((c))) (e) Public transportation system contributions required to
- 4 fund projects <u>under federal programs and those</u> approved by the
- 5 transportation improvement board.
- 6 (3) There is hereby created the public transportation systems
- 7 account within the transportation fund. Moneys deposited into the
- 8 account under RCW 82.44.150(2)(c) shall be ((available to))
- 9 appropriated to the department of transportation and allocated under
- 10 section 3 of this act to public transportation projects submitted by
- 11 the public transportation systems from which the funds are derived,
- 12 solely for:
- 13 (a) Planning;
- (b) Development of capital projects;
- 15 (c) Development of high capacity transportation systems as defined
- 16 in RCW 81.104.010;
- 17 (((b))) <u>(d)</u> Development of high occupancy vehicle lanes and related
- 18 facilities as defined in RCW 81.100.020;
- 19 (((c))) (e) Other public transportation system-related roadway
- 20 projects on state highways, county roads, or city streets; and
- 21 $((\frac{d}{d}))$ (f) Public transportation system contributions required to
- 22 fund projects under federal programs and those approved by the
- 23 transportation improvement board.
- NEW SECTION. Sec. 3. A new chapter is added to Title 47 RCW to
- 25 read as follows:
- To help achieve the goals identified in the public transportation
- 27 policy plan required by RCW 47.--.-- (section 1, chapter ---, Laws of
- 28 1992 (HB--)), the department shall allocate to transit agencies amounts
- 29 appropriated from the central Puget Sound public transportation account

- 1 created by RCW 82.44.180(2), and from the public transportation systems
- 2 account created by RCW 82.44.180(3). The department shall make the
- 3 allocations in accordance with the following procedures:
- 4 (1) By July 1, 1992, the department shall submit to the legislative
- 5 transportation committee the management plan by which the allocation
- 6 process will be governed, including identification of any local match
- 7 requirements.
- 8 (2) By August 1, 1992, and by July 1st of each even-numbered year
- 9 thereafter, transit agencies shall apply to the department for funding
- 10 in the ensuing biennium from the appropriate account, for the types of
- 11 projects identified in RCW 82.44.180(2) or (3).
- 12 (3) The department shall establish an advisory council of policy
- 13 and technical experts to assist in the review and prioritization of
- 14 requests from transit agencies. Council representation shall include
- 15 transit agencies of varying size and from various geographic regions of
- 16 the state.
- 17 (4) The department shall include in its biennial budget request
- 18 submitted to the office of financial management and the legislative
- 19 transportation committee the prioritized list of projects proposed to
- 20 be funded from each account in the ensuing biennium.
- To the extent possible, the department shall allocate the amount
- 22 appropriated by the legislature from each account to transit agency
- 23 projects in the order of priority for each account.
- 24 For the purposes of this chapter, "transit agency" means an agency
- 25 that imposes a motor vehicle excise tax under RCW 35.58.273, and, if
- 26 authorized by the legislature, regional transit authorities.