
SUBSTITUTE SENATE BILL 6192

State of Washington

54th Legislature

1996 Regular Session

By Senate Committee on Labor, Commerce & Trade (originally sponsored by Senators Snyder, A. Anderson, Owen, Swecker, Spanel and Rasmussen)

Read first time 01/23/96.

1 AN ACT Relating to moneys for department of community, trade, and
2 economic development department duties as a member of the agency rural
3 community assistance task force; amending RCW 84.33.081 and 43.31.641;
4 and adding a new section to chapter 43.31 RCW.

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

6 **Sec. 1.** RCW 84.33.081 and 1985 c 184 s 1 are each amended to read
7 as follows:

8 (1) On the last business day of the second month of each calendar
9 quarter, the state treasurer shall distribute from the timber tax
10 distribution account to each county the amount of tax collected on
11 behalf of each county under RCW 84.33.051, less each county's
12 proportionate share of appropriations for collection and administration
13 activities under RCW 84.33.051, and shall transfer to the state general
14 fund the amount of tax collected on behalf of the state under RCW
15 84.33.041, less two percent which shall be deposited in the wood
16 products diversification account and less the state's proportionate
17 share of appropriations for collection and administration activities
18 under RCW 84.33.041. The county treasurer shall deposit moneys
19 received under this section in a county timber tax account which shall

1 be established by each county. Following receipt of moneys under this
2 section, the county treasurer shall make distributions from any moneys
3 available in the county timber tax account to taxing districts in the
4 county, except the state, under subsections (2) through (4) of this
5 section.

6 (2) From moneys available, there first shall be a distribution to
7 each taxing district having debt service payments due during the
8 calendar year, based upon bonds issued under authority of a vote of the
9 people conducted pursuant to RCW 84.52.056 and based upon excess levies
10 for a capital project fund authorized pursuant to RCW 84.52.053, of an
11 amount equal to the timber assessed value of the district multiplied by
12 the tax rate levied for payment of the debt service and capital
13 projects: PROVIDED, That in respect to levies for a debt service or
14 capital project fund authorized before July 1, 1984, the amount
15 allocated shall not be less than an amount equal to the same percentage
16 of such debt service or capital project fund represented by timber tax
17 allocations to such payments in calendar year 1984. Distribution under
18 this subsection (2) shall be used only for debt service and capital
19 projects payments. The distribution under this subsection shall be
20 made as follows: One-half of such amount shall be distributed in the
21 first quarter of the year and one-half shall be distributed in the
22 third quarter of the year.

23 (3) From the moneys remaining after the distributions under
24 subsection (2) of this section, the county treasurer shall distribute
25 to each school district an amount equal to one-half of the timber
26 assessed value of the district or eighty percent of the timber roll of
27 such district in calendar year 1983 as determined under this chapter,
28 whichever is greater, multiplied by the tax rate, if any, levied by the
29 district under RCW 84.52.052 or 84.52.053 for purposes other than debt
30 service payments and capital projects supported under subsection (2) of
31 this section. The distribution under this subsection shall be made as
32 follows: One-half of such amount shall be distributed in the first
33 quarter of the year and one-half shall be distributed in the third
34 quarter of the year.

35 (4) After the distributions directed under subsections (2) and (3)
36 of this section, if any, each taxing district shall receive an amount
37 equal to the timber assessed value of the district multiplied by the
38 tax rate, if any, levied as a regular levy of the district or as a
39 special levy not included in subsection (2) or (3) of this section.

1 (5) If there are insufficient moneys in the county timber tax
2 account to make full distribution under subsection (4) of this section,
3 the county treasurer shall multiply the amount to be distributed to
4 each taxing district under that subsection by a fraction. The
5 numerator of the fraction is the county timber tax account balance
6 before making the distribution under that subsection. The denominator
7 of the fraction is the account balance which would be required to make
8 full distribution under that subsection.

9 (6) After making the distributions under subsections (2) through
10 (4) of this section in the full amount indicated for the calendar year,
11 the county treasurer shall place any excess revenue up to twenty
12 percent of the total distributions made for the year under subsections
13 (2) through (4) of this section in a reserve status until the beginning
14 of the next calendar year. Any moneys remaining in the county timber
15 tax account after this amount is placed in reserve shall be distributed
16 to each taxing district in the county in the same proportions as the
17 distributions made under subsection (4) of this section.

18 NEW SECTION. **Sec. 2.** A new section is added to chapter 43.31 RCW
19 to read as follows:

20 There is established in the state treasury the wood products
21 diversification account. All receipts from the amounts required under
22 RCW 84.33.081 and 43.31.641(1) to be deposited in the account shall be
23 deposited in the account. Expenditures from the account may be used
24 only to carry out the forest products extension program required by RCW
25 43.31.641. Only the director of the department of community, trade,
26 and economic development or the director's designee may authorize
27 expenditures from the account. The account is subject to allotment
28 procedures under chapter 43.88 RCW.

29 **Sec. 3.** RCW 43.31.641 and 1995 c 226 s 4 are each amended to read
30 as follows:

31 The department of community, trade, and economic development, as a
32 member of the agency rural community assistance task force, shall:

33 (1) Implement an expanded value-added forest products development
34 industrial extension program. The department shall provide, directly
35 or through contract, technical assistance to small and medium-sized
36 forest products companies to include:

37 (a) Secondary manufacturing product development;

- 1 (b) Plant and equipment maintenance;
2 (c) Identification and development of domestic market
3 opportunities;
4 (d) Building products export development assistance;
5 (e) At-risk business development assistance;
6 (f) Business network development; and
7 (g) Timber impact area industrial diversification.

8 The department shall collect a fee for the services provided under this
9 subsection. The fees collected shall be deposited in the wood products
10 diversification account in the state treasury.

11 (2) Provide local contracts for small and medium-sized forest
12 product companies, start-ups, and business organizations for business
13 feasibility, market development, and business network contracts that
14 will benefit value-added production efforts in the industry.

15 (3) Contract with local business organizations in timber impact
16 areas for development of programs to promote industrial
17 diversification. The department shall provide local capacity-building
18 grants to local governments and community-based organizations in timber
19 impact areas, which may include long-range planning and needs
20 assessments.

21 ~~((For the 1991-93 biennium, the department of community, trade, and~~
22 ~~economic development shall use funds appropriated for this section for~~
23 ~~contracts and for no more than two additional staff positions.))~~

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