

HB 2032 - H AMD 262

By Representative Tarleton

NOT CONSIDERED 12/23/2019

1 On page 3, line 24, after "designed and" strike "shall" and
2 insert "will"

3 On page 3, after line 25, insert the following:

4 "(c) The sales and use tax deferral certificate issued to a
5 public facility district as defined in subsection (7)(b) of this
6 section may be used to defer a total of sixty-two million dollars in
7 sales and use tax under this section."

8 On page 3, beginning on line 26, after "(3)" strike all material
9 through "tax." on line 33 and insert "(a) The public facilities
10 district ((shall)) must begin paying the deferred taxes ((in the
11 fifth year after the date certified by the department of revenue as
12 the date on which the public facility is operationally complete. The
13 first payment is due on December 31st of the fifth calendar year
14 after such certified date, with subsequent annual payments)) by
15 December 31st of the year the department of revenue certifies the
16 public facility is operationally complete. Subsequent annual payments
17 are due on December 31st of the following nine years. Each payment
18 ((shall)) must equal ten percent of the deferred tax, except in the
19 event that the department of revenue is unable to determine the
20 actual amount of deferred tax at least thirty days before the first
21 payment is due, the department must invoice ten percent of the
22 maximum amount of tax eligible for deferral. Subsequent payments will
23 equal one-ninth of the remaining amount of deferred tax. The
24 department of revenue must assess interest, but not penalties, on the
25 deferred taxes. The interest must be assessed at the rate provided
26 for delinquent taxes under chapter 82.32 RCW, retroactively to the
27 date the project was certified to be operationally complete, and will
28 accrue until the deferred taxes are repaid."

29 On page 3, beginning on line 34, after "under" strike all
30 material through "section" on line 35 and insert "(a) of this
31 subsection"

1 On page 4, beginning on line 5, after "(5)" strike all material
2 through "(6)" on line 11 and insert "~~((Interest shall not be charged~~
3 ~~on any taxes deferred under this section for the period of deferral,~~
4 ~~although all other penalties and interest applicable to delinquent~~
5 ~~excise taxes may be assessed and imposed for delinquent payments~~
6 ~~under this section. The debt for deferred taxes is not extinguished~~
7 ~~by insolvency or other failure of the public facilities district.~~
8 ~~(6))~~"

9 Renumber the remaining subsections consecutively and correct any
10 internal references accordingly.

11 On page 4, after line 21, insert the following:
12 "(8) For the purposes of this section, "operationally complete"
13 means that a public facility district convention center, including
14 any new buildings, has completed expansion and renovation
15 construction and is hosting events and generating revenue."

EFFECT: Limits the total amount of deferred sales and use taxes for the construction, renovation, or expansion of a public facility district convention center to \$62 million. Applies interest to the deferred taxes equal to that of delinquent taxes. Defines "operationally complete."

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