H-4669.1				

HOUSE BILL 3206

State of Washington 60th Legislature 2008 Regular Session

By Representatives Kenney, Haler, Rolfes, and Santos

Read first time 01/24/08. Referred to Committee on Community & Economic Development & Trade.

- 1 AN ACT Relating to the information required to be reported in the 2 annual economic impact report on lodging tax revenues; and amending RCW
- 3 67.28.1816.

7

8

9

1112

13

1415

16

17

18

19

- 4 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF WASHINGTON:
- 5 **Sec. 1.** RCW 67.28.1816 and 2007 c 497 s 2 are each amended to read 6 as follows:
 - (1) Lodging tax revenues under this chapter may be used, directly by local jurisdictions or indirectly through a convention and visitors bureau or destination marketing organization, for the marketing and operations of special events and festivals and to support the operations and capital expenditures of tourism-related facilities owned by nonprofit organizations described under (({section})) section 501(c)(3) and (({section})) section 501(c)(6) of the internal revenue code of 1986, as amended.
 - (2) Local jurisdictions that use the lodging tax revenues under this section must submit an annual economic impact report for these expenditures to the department of community, trade, and economic development beginning January 1, 2008. These expenditures must include what is used by the local jurisdiction for tourism promotion purposes

p. 1 HB 3206

and what is used by a nonprofit organization exempt from taxation under 1 2 26 U.S.C. Sec. 501(c)(3) or 501(c)(6). This economic impact report, at a minimum, must include: (a) The total revenue received under this 3 chapter for each year; (b) the list of festivals, special events, or 4 nonprofit 501(c)(3) or 501(c)(6) organizations that received funds 5 under this chapter; (c) the amount of revenue expended on each 6 festival, special event, or tourism-related facility owned by a 7 nonprofit 501(c)(3) or 501(c)(6) organization or local jurisdiction; 8 (d) the estimated number of tourists, persons traveling over fifty 9 miles to the destination, persons remaining at the destination 10 overnight, and lodging stays generated per festival, special event, or 11 12 tourism-related facility owned by a nonprofit 501(c)(3) or 501(c)(6) 13 organization or local jurisdiction; and (e) ((an estimated increase in 14 sales and use tax revenues attributable to the special event, festival, 15 or tourism-related facility owned by a nonprofit 501(c)(3) or 501(c)(6) organization; and (f))) any other measurements the local government 16 finds that demonstrate the impact of the increased tourism attributable 17 18 to the festival, special event, or tourism-related facility owned by a 19 nonprofit 501(c)(3) or 501(c)(6) organization.

- (3) The joint legislative audit and review committee must report to the legislature and the governor on the use and economic impact of lodging tax revenues by local jurisdictions since July 22, 2007, to support festivals, special events, and tourism-related facilities owned by a nonprofit organization under section 501(c)(3) or 501(c)(6) of the internal revenue code of 1986, as amended, and the economic impact generated by these festivals, events, and facilities. This report shall be due September 1, 2012.
- 28 (4) Reporting under this section must begin with calendar year 29 2008.
- 30 (5) This section expires June 30, 2013.

2021

22

2324

2526

27

--- END ---

HB 3206 p. 2