CERTIFICATION OF ENROLLMENT

ENGROSSED HOUSE BILL 2115

54th Legislature 1995 3rd Special Session

Passed by the House October 14, 1995 Yeas 66 Nays 24

Speaker of the House of Representatives

Passed by the Senate October 14, 1995 Yeas 25 Nays 16

CERTIFICATE

I, Timothy A. Martin, Chief Clerk of the House of Representatives of the State of Washington, do hereby certify that the attached is **ENGROSSED HOUSE BILL 2115** as passed by the House of Representatives and the Senate on the dates hereon set forth.

President of the Senate

Approved

Chief Clerk

FILED

Governor of the State of Washington

Secretary of State State of Washington

ENGROSSED HOUSE BILL 2115

AS AMENDED BY THE SENATE

Passed Legislature - 1995 3rd Special Session

State of Washington 54th Legislature 1995 3rd Special Session

By Representatives Van Luven and Appelwick; by request of Governor Lowry

Read first time 10/12/95.

AN ACT Relating to financing public sports facilities; amending RCW 46.16.301, 46.16.313, 67.70.240, 82.14.360, 35.21.280, 36.38.010, 36.100.010, 36.100.020, 39.10.120, 39.10.902, and 82.29A.130; adding a new section to chapter 82.14 RCW; adding a new section to chapter 67.70 RCW; adding new sections to chapter 36.100 RCW; creating new sections; and declaring an emergency.

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

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PART I

STATE CONTRIBUTION

10 <u>NEW SECTION.</u> Sec. 101. A new section is added to chapter 82.14 11 RCW to read as follows:

(1) The legislative authority of a county with a population of one million or more may impose a sales and use tax in accordance with the terms of this chapter. The tax is in addition to other taxes authorized by law and shall be collected from those persons who are taxable by the state under chapters 82.08 and 82.12 RCW upon the occurrence of any taxable event within the county. The rate of tax

shall not exceed 0.017 percent of the selling price in the case of a
 sales tax or value of the article used in the case of a use tax.

3 (2) The tax imposed under subsection (1) of this section shall be 4 deducted from the amount of tax otherwise required to be collected or 5 paid over to the department of revenue under chapter 82.08 or 82.12 6 RCW. The department of revenue shall perform the collection of such 7 taxes on behalf of the county at no cost to the county.

8 (3) Moneys collected under this section shall only be used for the 9 purpose of paying the principal and interest payments on bonds issued 10 by a county to construct a baseball stadium.

(4) No tax may be collected under this section before January 1, 12 1996, and no tax may be collected under this section unless the taxes 13 under RCW 82.14.360 are being collected. The tax imposed in this 14 section shall expire when the bonds issued for the construction of the 15 baseball stadium are retired, but not more than twenty years after the 16 tax is first collected.

(5) As used in this section, "baseball stadium" means a baseball stadium with natural turf and a retractable roof or canopy, together with associated parking facilities, constructed in the largest city in a county with a population of one million or more.

21 **Sec. 102.** RCW 46.16.301 and 1994 c 194 s 2 are each amended to 22 read as follows:

(1) The department may create, design, and issue special license plates that may be used in lieu of regular or personalized license plates for motor vehicles required to display two motor vehicle license plates, excluding vehicles registered under chapter 46.87 RCW, upon terms and conditions established by the department. The special plates may:

29 (a) Denote the age or type of vehicle; or

30 (b) Denote special activities or interests; or

31 (c) Denote the status, or contribution or sacrifice for the United 32 States, the state of Washington, or the citizens of the state of 33 Washington, of a registered owner of that vehicle; or

(d) Display a depiction of the name and mascot or symbol of a state
 university, regional university, or state college as defined in RCW
 28B.10.016.

37 (2) <u>The department shall create, design, and issue a special</u>
 38 <u>baseball stadium license plate that may be used in lieu of regular or</u>

personalized license plates for motor vehicles required to display two 1 motor vehicle license plates, excluding vehicles registered under 2 chapter 46.87 RCW, upon terms and conditions established by the 3 4 department. The special plates shall commemorate the construction of a baseball stadium, as defined in section 101 of this act. The 5 department shall also issue to each recipient of a special baseball 6 7 stadium license plate a certificate of participation in the 8 construction of the baseball stadium.

9 (3) The department has the sole discretion to determine whether or 10 not to create, design, or issue any series of special license plates, other than the special baseball stadium license plate under subsection 11 (2) of this section, and whether any interest or status merits the 12 13 issuance of a series of special license plates. In making this determination, the department shall consider whether or not an interest 14 15 or status contributes or has contributed significantly to the public 16 health, safety, or welfare of the citizens of the United States or of 17 this state or to their significant benefit, or whether the interest or status is recognized by the United States, this state, or other states, 18 19 in other settings or contexts. The department may also consider the 20 potential number of persons who may be eligible for the plates and the cost and efficiency of producing limited numbers of the plates. 21 The 22 design of a special license plate shall conform to all requirements for 23 plates for the type of vehicle for which it is issued, as provided 24 elsewhere in this chapter.

25 **Sec. 103.** RCW 46.16.313 and 1994 c 194 s 4 are each amended to 26 read as follows:

(1) The department may establish a fee for each type of special 27 license plates issued under RCW 46.16.301(1) (a), (b), or (c) in an 28 29 amount calculated to offset the cost of production of the special 30 license plates and the administration of this program. The fee shall not exceed thirty-five dollars and is in addition to all other fees 31 required to register and license the vehicle for which the plates have 32 33 been requested. All such additional special license plate fees 34 collected by the department shall be deposited in the state treasury and credited to the motor vehicle fund. 35

(2) In addition to all fees and taxes required to be paid upon
 application, registration, and renewal registration of a motor vehicle,
 the holder of a collegiate license plate shall pay a fee of thirty

The department shall deduct an amount not to exceed two dollars. 1 dollars of each fee collected under this subsection for administration 2 and collection expenses incurred by it. The remaining proceeds, minus 3 4 the cost of plate production, shall be remitted to the custody of the 5 state treasurer with a proper identifying detailed report. The state treasurer shall credit the funds to the appropriate collegiate license 6 plate fund as provided in RCW 28B.10.890. 7

8 (3) In addition to all fees and taxes required to be paid upon 9 application, registration, and renewal registration of a motor vehicle, the holder of a special baseball stadium license plate shall pay a fee 10 of thirty dollars. The department shall deduct an amount not to exceed 11 two dollars of each fee collected under this subsection for 12 administration and collection expenses incurred by it. The remaining 13 proceeds, minus the cost of plate production, shall be distributed to 14 15 a county for the purpose of paying the principal and interest payments on bonds issued by the county to construct a baseball stadium, as 16 defined in section 101 of this act, including reasonably necessary 17 preconstruction costs, while the taxes are being collected under RCW 18 19 82.14.360. After this date, the state treasurer shall credit the funds 20 to the state general fund.

21 <u>NEW SECTION.</u> **Sec. 104.** A new section is added to chapter 67.70 22 RCW to read as follows:

The lottery commission shall conduct at least two but not more than four scratch games with sports themes per year. These games are intended to generate additional moneys sufficient to cover the distributions under RCW 67.70.240(5).

27 **Sec. 105.** RCW 67.70.240 and 1987 c 513 s 7 are each amended to 28 read as follows:

29 The moneys in the state lottery account shall be used only: (1) For the payment of prizes to the holders of winning lottery tickets or 30 shares; (2) for purposes of making deposits into the reserve account 31 32 created by RCW 67.70.250 and into the lottery administrative account 33 created by RCW 67.70.260; (3) for purposes of making deposits into the state's general fund; (4) for purposes of making deposits into the 34 35 housing trust fund under the provisions of section 7 of this 1987 act; (5) for distribution to a county for the purpose of paying the 36 37 principal and interest payments on bonds issued by the county to

construct a baseball stadium, as defined in section 101 of this act, 1 including reasonably necessary preconstruction costs; (6) for the 2 purchase and promotion of lottery games and game-related services; and 3 4 (((6))) (7) for the payment of agent compensation. Three million dollars shall be distributed under subsection (5) of this section 5 during calendar year 1996. During subsequent years, such distributions 6 7 shall equal the prior year's distributions increased by four percent. 8 Distributions under subsection (5) of this section shall cease when the 9 bonds issued for the construction of the baseball stadium are retired, but not more than twenty years after the tax under section 101 of this 10 act is first imposed. 11

12 The office of financial management shall require the allotment of 13 all expenses paid from the account and shall report to the ways and 14 means committees of the senate and house of representatives any changes 15 in the allotments.

16 <u>NEW SECTION.</u> Sec. 106. Sections 101 through 105 of this act 17 constitute the entire state contribution for a baseball stadium, as 18 defined in section 101 of this act. The state will not make any 19 additional contributions based on revised cost or revenue estimates, 20 cost overruns, unforeseen circumstances, or any other reason.

PART II

LOCAL FUNDING

23 **Sec. 201.** RCW 82.14.360 and 1995 1st sp.s. c 14 s 7 are each 24 amended to read as follows:

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25 (1) The legislative authority of a county with a population of one million or more ((operating under a county charter)) may impose a 26 27 special stadium sales and use tax ((by resolution adopted on or before December 31, 1995, for collection following its approval by a majority 28 of the voters in the county at a general or special election)) upon the 29 retail sale or use within the county by restaurants, taverns, and bars 30 31 of food and beverages that are taxable by the state under chapters 82.08 and 82.12 RCW. The rate of the tax shall not exceed five-tenths 32 of one percent of the selling price in the case of a sales tax, or 33 34 value of the article used in the case of a use tax. The tax imposed 35 under this subsection is in addition to any other taxes authorized by 36 law and shall not be credited against any other tax imposed upon the

1 <u>same taxable event.</u> As used in this section, "restaurant" does not 2 <u>include grocery stores, mini-markets, or convenience stores</u>.

(2) The legislative authority of a county with a population of one 3 4 million or more may impose a special stadium sales and use tax upon retail car rentals within the county that are taxable by the state 5 under chapters 82.08 and 82.12 RCW. The rate of the tax shall ((equal 6 7 one-tenth of one)) not exceed two percent of the selling price in the 8 case of a sales tax, or rental value of the ((article used)) vehicle in 9 the case of a use tax. The tax imposed under this ((section)) subsection is in addition to any other taxes authorized by law and 10 shall not be credited against any other tax imposed upon the same 11 taxable event. 12

(3) The revenue from the ((tax)) taxes imposed under this section 13 14 shall be used for the purpose of principal and interest payments on 15 bonds, issued by ((a public facilities district, created within)) the county ((under chapter 36.100 RCW)), to acquire, construct, own, 16 17 remodel, maintain, equip, reequip, repair, and operate a baseball stadium ((with a retractable roof or canopy and natural turf)). 18 19 Revenues from the taxes authorized in this section may be used for design and other preconstruction costs of the baseball stadium until 20 bonds are issued for the baseball stadium. The county shall issue 21 bonds, in an amount determined to be necessary by the public facilities 22 district, for the district to acquire, construct, own, and equip the 23 24 baseball stadium. The county shall have no obligation to issue bonds in an amount greater than that which would be supported by the tax 25 revenues under this section, section 101 of this act, and RCW 26 <u>36.38.010(3)(a) and (b).</u> If the revenue from the ((tax)) taxes imposed 27 under this section exceeds the amount needed for such principal and 28 29 interest payments in any year, the excess shall be used solely:

30 (a) For ((either or both: (a))) early retirement of the bonds 31 issued for the baseball stadium;((-or

32 (b) retirement of bonds issued for expanding, remodelling, 33 repairing, or reequipping of a multipurpose stadium that has a seating 34 capacity over forty-five thousand)) and

35 (b) If the revenue from the taxes imposed under this section 36 exceeds the amount needed for the purposes in (a) of this subsection in 37 any year, the excess shall be placed in a contingency fund which may 38 only be used to pay unanticipated capital costs on the baseball 39 stadium, excluding any cost overruns on initial construction. 1 (4) The ((tax)) taxes authorized under this section ((may)) shall 2 not be collected ((only)) after June 30, 1997, unless the county 3 executive has certified to the department of revenue that a 4 professional major league baseball team has made a binding and legally 5 enforceable contractual commitment to:

6 (a) Play at least ninety percent of its home games in the stadium 7 for a period of time not shorter than the term of the bonds issued to 8 finance the initial construction of the stadium;

9 (b) Contribute ((principal of)) forty-five million dollars toward 10 the ((bonded)) reasonably necessary preconstruction costs including, but not limited to architectural, engineering, environmental, and legal 11 services, and the cost of construction of the stadium, or to any 12 associated public purpose separate from bond-financed property, 13 including without limitation land acquisition, parking facilities, 14 equipment, infrastructure, or other similar costs associated with the 15 project, which contribution shall be made during a term not to exceed 16 17 the term of the bonds issued to finance the initial construction of the stadium. If all or part of the contribution is made after the date of 18 19 issuance of the bonds, the team shall contribute an additional amount equal to the accruing interest on the deferred portion of the 20 contribution, calculated at the interest rate on the bonds maturing in 21 the year in which the deferred contribution is made. No part of the 22 contribution may be made without the consent of the county until a 23 24 public facilities district is created under chapter 36.100 RCW to acquire, construct, own, remodel, maintain, equip, reequip, repair, and 25 operate a baseball stadium. To the extent possible, contributions 26 shall be structured in a manner that would allow for the issuance of 27 bonds to construct the stadium that are exempt from federal income 28 taxes; and 29

30 (c) Share a portion of the profits generated by the baseball team 31 from the operation of the professional franchise for a period of time equal to the term of the bonds issued to finance the initial 32 construction of the stadium, after offsetting any losses incurred by 33 34 the baseball team after the effective date of chapter 14, Laws of 1995 35 1st sp. sess. Such profits and the portion to be shared shall be defined by agreement between the public facilities district and the 36 37 baseball team. The shared profits shall be used to retire the bonds issued to finance the initial construction of the stadium. If the 38

1 bonds are retired before the expiration of their term, the shared 2 profits shall be paid to the public facilities district.

3 (5) No tax may be collected under this section before January 1, 4 1996. Before collecting the taxes under this section or issuing bonds 5 for a baseball stadium, the county shall create a public facilities 6 district under chapter 36.100 RCW to acquire, construct, own, remodel, 7 maintain, equip, reequip, repair, and operate a baseball stadium.

8 (6) The county shall assemble such real property as the district 9 determines to be necessary as a site for the baseball stadium. 10 Property which is necessary for this purpose that is owned by the 11 county on the effective date of this section shall be contributed to 12 the district, and property which is necessary for this purpose that is 13 acquired by the county on or after the effective date of this section 14 shall be conveyed to the district.

(7) The proceeds of any bonds issued for the baseball stadium shall
 be provided to the district.

17 <u>(8) As used in this section, "baseball stadium" means "baseball</u> 18 <u>stadium" as defined in section 101 of this act.</u>

19 (9) The ((tax)) taxes imposed under this section shall expire when 20 the bonds issued for the construction of the ((new public facilities)) 21 <u>baseball stadium</u> are retired, but not later than twenty years after the 22 ((tax is)) taxes are first collected.

23 **Sec. 202.** RCW 35.21.280 and 1995 1st sp.s. c 14 s 8 are each 24 amended to read as follows:

25 Every city and town may levy and fix a tax of not more than one 26 cent on twenty cents or fraction thereof to be paid by the person who pays an admission charge to any place: PROVIDED, No city or town shall 27 impose such tax on persons paying an admission to any activity of any 28 29 elementary or secondary school. This includes a tax on persons who are 30 admitted free of charge or at reduced rates to any place for which other persons pay a charge or a regular higher charge for the same 31 privileges or accommodations. A city that is located in a county with 32 33 a population of one million or more may not levy a tax on events in 34 stadia constructed on or after January 1, 1995, that are owned by ((county government or)) a public facilities district under chapter 35 36 36.100 RCW and that have seating capacities over forty thousand. The city or town may require anyone who receives payment for an admission 37 charge to collect and remit the tax to the city or town. 38

1 The term "admission charge" includes:

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(1) A charge made for season tickets or subscriptions;

3 (2) A cover charge, or a charge made for use of seats and tables4 reserved or otherwise, and other similar accommodations;

5 (3) A charge made for food and refreshment in any place where free 6 entertainment, recreation or amusement is provided;

7 (4) A charge made for rental or use of equipment or facilities for 8 purposes of recreation or amusement; if the rental of the equipment or 9 facilities is necessary to the enjoyment of a privilege for which a 10 general admission is charged, the combined charges shall be considered 11 as the admission charge;

12 (5) Automobile parking charges if the amount of the charge is13 determined according to the number of passengers in the automobile.

14 **Sec. 203.** RCW 36.38.010 and 1995 1st sp.s. c 14 s 9 are each 15 amended to read as follows:

16 (1) Any county may by ordinance enacted by its county legislative authority, levy and fix a tax of not more than one cent on twenty cents 17 18 or fraction thereof to be paid for county purposes by persons who pay 19 an admission charge to any place, including a tax on persons who are admitted free of charge or at reduced rates to any place for which 20 21 other persons pay a charge or a regular higher charge for the same or 22 similar privileges or accommodations; and require that one who receives 23 any admission charge to any place shall collect and remit the tax to 24 the county treasurer of the county: PROVIDED, No county shall impose 25 such tax on persons paying an admission to any activity of any elementary or secondary school. 26

(2) As used in this chapter, the term "admission charge" includes 27 a charge made for season tickets or subscriptions, a cover charge, or 28 29 a charge made for use of seats and tables, reserved or otherwise, and other similar accommodations; a charge made for food and refreshments 30 in any place where any free entertainment, recreation, or amusement is 31 32 provided; a charge made for rental or use of equipment or facilities for purpose of recreation or amusement, and where the rental of the 33 34 equipment or facilities is necessary to the enjoyment of a privilege for which a general admission is charged, the combined charges shall be 35 36 considered as the admission charge. It shall also include any automobile parking charge where the amount of such charge is determined 37 according to the number of passengers in any automobile. 38

(3) The tax herein authorized shall not be exclusive and shall not 1 prevent any city or town within the taxing county, when authorized by 2 law, from imposing within its corporate limits a tax of the same or 3 4 similar kind: PROVIDED, That whenever the same or similar kind of tax is imposed by any such city or town, no such tax shall be levied within 5 the corporate limits of such city or town by the county, except that б 7 the legislative authority of a county with a population of one million 8 or more may exclusively levy ((a tax)) taxes on events in stadiums 9 constructed on or after January 1, 1995, that are owned by ((county 10 government or)) a public facilities district under chapter 36.100 RCW and that have seating capacities over forty thousand at the rates of: 11 (a) Not more than one cent on twenty cents or fraction thereof((\div 12 13 (4) By contract, the county shall obligate itself to provide the revenue from the tax authorized by this section on events in stadia 14 15 owned, managed, or operated by a public facilities district, having seating capacities over forty thousand, and constructed on or after 16 17 January 1, 1995, to the public facilities district.)), to be used for the purpose of paying the principal and interest payments on bonds 18 19 issued by a county to construct a baseball stadium as defined in section 101 of this act. If the revenue from the tax exceeds the 20 amount needed for that purpose, the excess shall be placed in a 21 contingency fund which may only be used to pay unanticipated capital 22 costs on the baseball stadium, excluding any cost overruns on initial 23 24 construction; and

(b) Not more than one cent on twenty cents or fraction thereof, to be used for the purpose of paying the principal and interest payments on bonds issued by a county to construct a baseball stadium as defined in section 101 of this act. The tax imposed under this subsection (3)(b) shall expire when the bonds issued for the construction of the baseball stadium are retired, but not later than twenty years after the tax is first collected.

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PART III

MISCELLANEOUS

34 **Sec. 301.** RCW 36.100.010 and 1995 1st sp.s. c 14 s 1 are each 35 amended to read as follows:

(1) A public facilities district may be created in any county andshall be coextensive with the boundaries of the county.

1 (2) A public facilities district shall be created upon adoption of 2 a resolution providing for the creation of such a district by the 3 county legislative authority in which the proposed district is located.

4 (3) A public facilities district is a municipal corporation, an
5 independent taxing "authority" within the meaning of Article VII,
6 section 1 of the state Constitution, and a "taxing district" within the
7 meaning of Article VII, section 2 of the state Constitution.

8 (4) No taxes authorized under this chapter may be assessed or 9 levied unless a majority of the voters of the public facilities 10 district has approved such tax at a general or special election. A 11 single ballot proposition may both validate the imposition of the sales 12 and use tax under RCW 82.14.048 and the excise tax under RCW 13 36.100.040.

14 (5) A public facilities district shall constitute a body corporate 15 and shall possess all the usual powers of a corporation for public 16 purposes as well as all other powers that may now or hereafter be 17 specifically conferred by statute, including, but not limited to, the 18 authority to hire employees, staff, and services, to enter into 19 contracts, and to sue and be sued.

(6) The county legislative authority <u>or the city council</u> may transfer property to the public facilities district ((as part of the process of creating the public facilities district)) <u>created</u> under this chapter. <u>No property that is encumbered with debt or that is in need</u> of major capital renovation may be transferred to the district without the agreement of the district and revenues adequate to retire the existing indebtedness.

27 **Sec. 302.** RCW 36.100.020 and 1995 1st sp.s. c 14 s 2 are each 28 amended to read as follows:

29 (1) A public facilities district shall be governed by a board of 30 directors consisting of five or seven members as provided in this section. If the largest city in the county has a population that is at 31 least forty percent of the total county population, the board of 32 33 directors of the public facilities district shall consist of five members selected as follows: (a) Two members appointed by the county 34 legislative authority to serve for four-year staggered terms; (b) two 35 36 members appointed by the city council of the largest city in the county to serve for four-year staggered terms; and (c) one person to serve for 37 38 a four-year term who is selected by the other directors. If the

largest city in the county has a population of less than forty percent 1 2 of the total county population, the county legislative authority shall establish in the resolution creating the public facilities district 3 4 whether the board of directors of the public facilities district has either five or seven members, and the county legislative authority 5 shall appoint the members of the board of directors to reflect the 6 7 interests of cities and towns in the county, as well as the 8 unincorporated area of the county. However, if the county has a 9 population of one million or more, the largest city in the county has 10 a population of less than forty percent of the total county population, and the county operates under a county charter, which provides for an 11 elected county executive, three members shall be appointed by the 12 13 governor and the remaining members shall be appointed by the county executive subject to confirmation by the county legislative authority. 14 15 Of the members appointed by the governor, the speaker of the house of representatives and the majority leader of the senate shall each 16 recommend to the governor a person to be appointed to the board. 17

18 (2) At least one member on the board of directors shall be 19 representative of the lodging industry in the public facilities 20 district before the public facilities district imposes the excise tax 21 under RCW 36.100.040.

(3) Members of the board of directors shall serve four-year terms of office, except that two of the initial five board members or three of the initial seven board members shall serve two-year terms of office.

(4) A vacancy shall be filled in the same manner as the original appointment was made and the person appointed to fill a vacancy shall serve for the remainder of the unexpired term of the office for the position to which he or she was appointed.

30 (5) A <u>director appointed by the governor may be removed from office</u> 31 <u>by the governor. Any other</u> director may be removed from office by 32 action of at least two-thirds of the members of the <u>legislative</u> 33 authority which made the appointment.

34NEW SECTION.Sec. 303.A new section is added to chapter 36.10035RCW to read as follows:

In addition to other powers and restrictions on a public facilities district, the following shall apply to a public facilities district,

1 located in a county with a population of one million or more, that 2 constructs a baseball stadium:

3 (1) The public facilities district, in consultation with the 4 professional baseball team that will use the stadium, shall have the 5 authority to determine the stadium site;

6 (2) The public facilities district, in consultation with the 7 professional baseball team that will use the stadium, shall have the 8 authority to establish the overall scope of the stadium project, 9 including, but not limited to, the stadium itself, associated parking 10 facilities, associated retail and office development that are part of 11 the stadium facility, and ancillary services or facilities;

12 (3) The public facilities district, in consultation with the 13 professional baseball team that will use the stadium, shall have the 14 final authority to make the final determination of the stadium design 15 and specifications;

16 (4) The public facilities district shall have the authority to 17 contract with the baseball team that will use the stadium to obtain 18 architectural, engineering, environmental, and other professional 19 services related to the stadium site and design options, environmental 20 study requirements, and obtaining necessary permits for the stadium 21 facility;

(5) The public facilities district, in consultation with the professional baseball team that will use the stadium, shall have the authority to establish the project budget and bidding specifications and requirements on the stadium project;

(6) The public facilities district, in consultation with the professional baseball team that will use the stadium and the county in which the public facilities district is located, shall have the authority to structure the financing of the stadium facility project; and

(7) The public facilities district shall consult with the house of
 representatives executive rules committee and the senate facilities and
 operations committee before selecting a name for the stadium.

As used in this section, "stadium" and "baseball stadium" mean a "baseball stadium" as defined in section 101 of this act.

36 <u>NEW SECTION.</u> **Sec. 304.** A new section is added to chapter 36.100 37 RCW to read as follows:

1 A public facilities district may accept and expend moneys that may 2 be donated for the purpose of a baseball stadium as defined in section 3 101 of this act.

4 **Sec. 305.** RCW 39.10.120 and 1994 c 132 s 12 are each amended to 5 read as follows:

6 (1) Except as provided in subsection (2) of this section, the 7 alternative public works contracting procedures authorized under this 8 chapter are limited to public works contracts signed before July 1, 9 1997. Methods of public works contracting authorized by RCW 39.10.050 10 and 39.10.060 shall remain in full force and effect until completion of 11 contracts signed before July 1, 1997.

12 (2) For the purposes of a baseball stadium as defined in section 13 101 of this act, the design-build contracting procedures under RCW 14 39.10.050 shall remain in full force and effect until completion of 15 contracts signed before December 31, 1997.

16 **Sec. 306.** RCW 39.10.902 and 1994 c 132 s 15 are each amended to 17 read as follows:

18 The following acts or parts of acts, as now existing or hereafter 19 amended, are each repealed, effective July 1, 1997:

20 (1) RCW 39.10.010 and 1994 c 132 s 1;

(2) RCW 39.10.020 and 1994 c 132 s 2;
(3) RCW 39.10.030 and 1994 c 132 s 3;

23 (4) RCW 39.10.040 and 1994 c 132 s 4;

- 24 (5) RCW 39.10.050 and 1994 c 132 s 5;
- 25 (6) RCW 39.10.060 and 1994 c 132 s 6;
- 26 (7) RCW 39.10.070 and 1994 c 132 s 7;
- 27 (8) RCW 39.10.080 and 1994 c 132 s 8;
- 28 (9) RCW 39.10.090 and 1994 c 132 s 9;
- 29 (10) RCW 39.10.100 and 1994 c 132 s 10;
- 30 (11) RCW 39.10.110 and 1994 c 132 s 11;
- 31 (12) ((RCW 39.10.120 and 1994 c 132 s 12;
- 32 (13)) RCW 39.10.900 and 1994 c 132 s 13;
- 33 (((14))) <u>(13)</u> RCW 39.10.901 and 1994 c 132 s 14; and
- 34 $(((\frac{15}{15})))$ (14) RCW 39.10.902 and 1994 c 132 s 15.

35 **Sec. 307.** RCW 82.29A.130 and 1995 c 138 s 1 are each amended to 36 read as follows:

1 The following leasehold interests shall be exempt from taxes 2 imposed pursuant to RCW 82.29A.030 and 82.29A.040:

3 (1) All leasehold interests constituting a part of the operating 4 properties of any public utility which is assessed and taxed as a 5 public utility pursuant to chapter 84.12 RCW.

6 (2) All leasehold interests in facilities owned or used by a 7 school, college or university which leasehold provides housing for 8 students and which is otherwise exempt from taxation under provisions 9 of RCW 84.36.010 and 84.36.050.

10 (3) All leasehold interests of subsidized housing where the fee 11 ownership of such property is vested in the government of the United 12 States, or the state of Washington or any political subdivision thereof 13 but only if income qualification exists for such housing.

(4) All leasehold interests used for fair purposes of a nonprofit 14 15 fair association that sponsors or conducts a fair or fairs which receive support from revenues collected pursuant to RCW 67.16.100 and 16 17 allocated by the director of the department of agriculture where the fee ownership of such property is vested in the government of the 18 19 United States, the state of Washington or any of its political 20 subdivisions: PROVIDED, That this exemption shall not apply to the leasehold interest of any sublessee of such nonprofit fair association 21 if such leasehold interest would be taxable if it were the primary 22 23 lease.

(5) All leasehold interests in any property of any public entity
used as a residence by an employee of that public entity who is
required as a condition of employment to live in the publicly owned
property.

(6) All leasehold interests held by enrolled Indians of lands owned or held by any Indian or Indian tribe where the fee ownership of such property is vested in or held in trust by the United States and which are not subleased to other than to a lessee which would qualify pursuant to this chapter, RCW 84.36.451 and 84.40.175.

(7) All leasehold interests in any real property of any Indian or Indian tribe, band, or community that is held in trust by the United States or is subject to a restriction against alienation imposed by the United States: PROVIDED, That this exemption shall apply only where it is determined that contract rent paid is greater than or equal to ninety percent of fair market rental, to be determined by the

1 department of revenue using the same criteria used to establish taxable 2 rent in RCW 82.29A.020(2)(b).

3 (8) All leasehold interests for which annual taxable rent is less 4 than two hundred fifty dollars per year. For purposes of this 5 subsection leasehold interests held by the same lessee in contiguous 6 properties owned by the same lessor shall be deemed a single leasehold 7 interest.

8 (9) All leasehold interests which give use or possession of the 9 leased property for a continuous period of less than thirty days: 10 PROVIDED, That for purposes of this subsection, successive leases or lease renewals giving substantially continuous use of possession of the 11 12 same property to the same lessee shall be deemed a single leasehold interest: PROVIDED FURTHER, That no leasehold interest shall be deemed 13 to give use or possession for a period of less than thirty days solely 14 15 by virtue of the reservation by the public lessor of the right to use the property or to allow third parties to use the property on an 16 17 occasional, temporary basis.

18 (10) All leasehold interests under month-to-month leases in 19 residential units rented for residential purposes of the lessee pending 20 destruction or removal for the purpose of constructing a public highway 21 or building.

(11) All leasehold interests in any publicly owned real or personal property to the extent such leasehold interests arises solely by virtue of a contract for public improvements or work executed under the public works statutes of this state or of the United States between the public owner of the property and a contractor.

(12) All leasehold interests that give use or possession of state
 adult correctional facilities for the purposes of operating
 correctional industries under RCW 72.09.100.

30 (13) All leasehold interests used to provide organized and supervised recreational activities for disabled persons of all ages in 31 a camp facility and for public recreational purposes by a nonprofit 32 organization, association, or corporation that would be exempt from 33 property tax under RCW 84.36.030(1) if it owned the property. If the 34 35 publicly owned property is used for any taxable purpose, the leasehold excise taxes set forth in RCW 82.29A.030 and 82.29A.040 shall be 36 37 imposed and shall be apportioned accordingly.

38 (14) All leasehold interests in the public or entertainment areas
 39 of a baseball stadium with natural turf and a retractable roof or

canopy that is in a county with a population of over one million, that 1 has a seating capacity of over forty thousand, and that is constructed 2 on or after January 1, 1995. "Public or entertainment areas" include 3 4 ticket sales areas, ramps and stairs, lobbies and concourses, parking areas, concession areas, restaurants, hospitality and stadium club 5 areas, kitchens or other work areas primarily servicing other public or 6 7 entertainment areas, public rest room areas, press and media areas, 8 control booths, broadcast and production areas, retail sales areas, 9 museum and exhibit areas, scoreboards or other public displays, storage areas, loading, staging, and servicing areas, seating areas and suites, 10 the playing field, and any other areas to which the public has access 11 or which are used for the production of the entertainment event or 12 other public usage, and any other personal property used for these 13 purposes. "Public or entertainment areas" does not include locker 14 15 rooms or private offices exclusively used by the lessee.

16 <u>NEW SECTION.</u> **Sec. 308.** The public facilities district, the 17 county, and the city with the largest population in the county shall 18 enter into an agreement regarding the construction of a baseball 19 stadium as defined in section 101 of this act. The agreement shall 20 address, but not be limited to:

(1) Expedited permit processing for the design and construction ofthe project;

23 (2) Expedited environmental review processing;

(3) Expedited processing of requests for street, right of way, or
easement vacations necessary for the construction of the project; and
(4) Other items deemed necessary for the design and construction of
the project.

28 <u>NEW SECTION.</u> **Sec. 309.** Part headings as used in this act 29 constitute no part of the law.

30 <u>NEW SECTION.</u> **sec. 310.** This act is necessary for the immediate 31 preservation of the public peace, health, or safety, or support of the 32 state government and its existing public institutions, and shall take 33 effect immediately.

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