CERTIFICATION OF ENROLLMENT

SUBSTITUTE SENATE BILL 6632

Chapter 164, Laws of 2020

66th Legislature 2020 Regular Session

BUSINESS LICENSING SERVICE PROGRAM--FUNDING

EFFECTIVE DATE: July 1, 2020

Passed by the Senate February 18, 2020 Yeas 27 Nays 21

CYRUS HABIB

President of the Senate

Passed by the House March 7, 2020 Yeas 80 Nays 17

LAURIE JINKINS

Speaker of the House of Representatives

Approved March 25, 2020 3:51 PM

CERTIFICATE

I, Brad Hendrickson, Secretary of the Senate of the State of Washington, do hereby certify that the attached is **SUBSTITUTE SENATE BILL 6632** as passed by the Senate and the House of Representatives on the dates hereon set forth.

BRAD HENDRICKSON

Secretary

FILED

March 26, 2020

JAY INSLEE

Secretary of State State of Washington

Governor of the State of Washington

SUBSTITUTE SENATE BILL 6632

Passed Legislature - 2020 Regular Session

State of Washington 66th Legislature 2020 Regular Session

By Senate Ways & Means (originally sponsored by Senator Takko; by request of Department of Revenue)

READ FIRST TIME 02/11/20.

AN ACT Relating to providing additional funding for the business licensing service program administered by the department of revenue; amending RCW 19.02.075; and providing an effective date.

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

5 **Sec. 1.** RCW 19.02.075 and 2013 c 144 s 20 are each amended to 6 read as follows:

7 ((The)) (1) (a) Except as provided in (b) of this subsection, the 8 department must collect a handling fee on each business license application and each renewal application filing. The department must 9 10 set the amount of the handling fees by rule, as authorized by RCW 11 19.02.030. The handling fees may not exceed ((nineteen dollars for 12 each business license application, and eleven)) ninety dollars for each business license application filed by any person to open or 13 reopen a business, ten dollars for each business license renewal 14 15 application filing, and <u>nineteen dollars for each business license</u> application filed for any other purpose. Handling fees collected 16 17 under this section must be deposited in the business license account 18 created under RCW 19.02.210.

19 (b) No handling fee is collected on a business license
20 application filed by an existing business for the following purposes:
21 (i) To open an additional location; or

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(ii) To obtain a nonresident city endorsement.

(2) The department may increase <u>all</u> handling ((and renewal)) fees 2 within the limits provided in this section for the purposes of 3 defraying the department's costs associated with the administration 4 of this chapter, including making improvements in the business 5 6 licensing service program, ((including)) such as improvements in 7 technology and customer services, expanded access, and infrastructure. 8

(3) Annually, by the last day of September, beginning September 9 30, 2023, the department must review the business license account 10 balance at the end of the previous fiscal year. If the balance in the 11 12 account exceeds one million dollars or the department projects that the balance in the business license account will exceed one million 13 dollars at the end of the current fiscal year, the department must 14 reduce one or more of the handling fees authorized in subsection (1) 15 of this section. Handling fees must be reduced under this subsection 16 17 (3) to the extent the department determines necessary to result in a balance in the business license account of no more than one million 18 dollars at the end of the next fiscal year as projected by the 19 department. This subsection (3) does not require the department to 20 reduce handling fees more than once in any fiscal year. 21

22 (4) In increasing or decreasing any fee under this section, the 23 department may round the adjusted fee to the nearest whole dollar 24 that does not exceed the dollar limits in subsection (1) of this 25 section.

26 <u>NEW SECTION.</u> Sec. 2. This act takes effect July 1, 2020.

Passed by the Senate February 18, 2020. Passed by the House March 7, 2020. Approved by the Governor March 25, 2020. Filed in Office of Secretary of State March 26, 2020.

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