

SHB 1109 - H AMD 482

By Representative Stokesbary

ADOPTED 03/29/2019

1 On page 39, line 24, increase the general fund-state appropriation
2 for fiscal year 2020 by \$50,000

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4 On page 39, line 35, correct the title

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6 On page 40, after line 11, insert:

7 "(3)(a) \$5,862,000 of the general fund-state appropriation for
8 fiscal year 2020 and \$5,142,000 of the general fund-state
9 appropriation for fiscal year 2021 are provided solely for the
10 department to implement 2019 revenue legislation.

11 (b) Of the amounts provided in this subsection, \$50,000 of the
12 general fund-state appropriation for fiscal year 2020 is provided
13 solely for the department to analyze the impact of changes to the
14 state tax code made during the 2019 legislative session. At a minimum,
15 metrics must be developed to analyze the following impacts:

16 (i) With respect to any changes made to the real estate excise
17 tax:

18 (A) The impact on rent charged for multifamily residential
19 units, including existing units;

20 (B) The impact on development and accessibility of affordable
21 and middle-class housing;

22 (C) If the changes have caused developers to create smaller
23 units and the impact on population density; and

24 (D) If the changes have affected lease rates charged for and the
25 availability of commercial office space, including the impact on
26 Main Street businesses.

27 (ii) With respect to the enactment of a capital gains tax:

1 (A) If the revenue generated from the tax is a stable and
2 reliable source of state revenue;

3 (B) The impact on small business owners, including their ability
4 to retire; and

5 (C) If the tax has had an effect on the investment decisions
6 made by Washingtonians.

7 (iii) With respect to any changes made to the business and
8 occupation tax:

9 (A) The impact on the affordability and availability of primary
10 care physicians and health care providers in communities across the
11 state, including in rural areas;

12 (B) The impact on the availability of low-cost or pro-bono legal
13 services for low- and middle-income Washingtonians and how that
14 impacts access to justice;

15 (C) The impact on small businesses subject to any increase to
16 the business and occupation tax rate, including their ability to
17 hire new employees in family wage jobs.

18 (iv) With respect to modifications made to the nonresident sales
19 and use tax exemption:

20 (A) The impact on the sales and use tax collections and overall
21 economies of border counties and cities; and

22 (B) The economic impact on Washington businesses, including
23 small and family-owned businesses.

24 (c) If the metrics as outlined in (3)(b) are not developed by
25 January 1, 2020, the amounts provided in this subsection shall lapse."

EFFECT: Provides, of amounts in underlying appropriation,
\$10,954,000 solely for implementing 2019 revenue legislation.
Provides an additional \$50,000 General Fund-State to the Department
of Revenue to establish metrics to analyze the impacts of changes to
the tax code as a result of the 2019 revenue legislation. Conditions
the appropriations provided for the implementation of the 2019
revenue legislation on the development of these metrics by January
1, 2020.

FISCAL IMPACT:

Increases General Fund - State by \$50,000.

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