SUBSTITUTE SENATE BILL 6470

State of Washington 62nd Legislature 2012 Regular Session

By Senate Government Operations, Tribal Relations & Elections (originally sponsored by Senators McAuliffe and Chase)

READ FIRST TIME 02/03/12.

1 AN ACT Relating to benefit charges for the enhancement of fire 2 protection services; and adding a new section to chapter 35.13 RCW.

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

4 <u>NEW SECTION.</u> **Sec. 1.** A new section is added to chapter 35.13 RCW 5 to read as follows:

(1) A city or town that has annexed since 2006 or is conducting 6 7 annexations of all or a part of a fire protection district or fire protection districts may by resolution, for the enhancement of fire 8 9 protection services, fix and impose a benefit charge on personal 10 property and improvements to real property that are located in the city 11 or town, to be paid by the owners of the properties: PROVIDED, That a benefit charge shall not apply to personal property and improvements to 12 13 real property owned or used by: (a) Any recognized religious denomination or religious organization as, or including, a sanctuary or 14 15 for purposes related to the bona fide religious ministries of the religious organization, including schools 16 denomination or and 17 educational facilities used for kindergarten, primary, or secondary 18 educational purposes or for institutions of higher education and all grounds and buildings related thereto, but not including personal 19

property and improvements to real property owned or used by any 1 2 recognized religious denomination or religious organization for 3 business operations, profit-making enterprises, or activities not 4 including use of a sanctuary or related to kindergarten, primary, or secondary educational purposes or for institutions of higher education; 5 6 (b) any entity exempt from taxation under RCW 35.82.210 or or 84.36.560. 7

(2) A benefit charge imposed shall be reasonably proportioned to 8 9 the measurable benefits to property resulting from the enhancement of services afforded by the city or town fire department. 10 It is 11 acceptable to apportion the benefit charge to the values of the 12 properties as found by the county assessor or assessors modified 13 generally in the proportion that fire insurance rates are reduced or entitled to be reduced as the result of providing the services. 14 Any 15 other method that reasonably apportions the benefit charges to the actual benefits resulting from the degree of protection, which may 16 include but is not limited to the distance from regularly maintained 17 fire protection equipment, the level of fire prevention services 18 19 provided to the properties, or the need of the properties for 20 specialized services, may be specified in the resolution and shall be 21 subject to contest on the ground of unreasonable or capricious action 22 or action in excess of the measurable benefits to the property 23 resulting from services afforded by the city or town fire department. 24 The city or town may determine that certain properties or types or classes of properties are not receiving measurable benefits based on 25 26 criteria they establish by resolution. A benefit charge authorized by 27 this section shall not be applicable to the personal property or 28 improvements to real property of any individual, corporation, partnership, firm, organization, or association maintaining a fire 29 30 department and whose fire protection and training system has been accepted by a fire insurance underwriter maintaining a fire protection 31 32 engineering and inspection service authorized by the state insurance 33 commissioner to do business in this state, but such property may be protected by the city or town under a contractual agreement. 34 For 35 administrative purposes, the benefit charge imposed on any individual 36 property may be compiled into a single charge, provided that the city 37 or town, upon request of the property owner, provide an itemized list of charges for each measurable benefit included in the charge. 38

(3) The resolution establishing benefit charges shall specify, by 1 2 legal geographical areas or other specific designations, the charge to apply to each property by location, type, or other designation, or 3 4 other information that is necessary to the proper computation of the benefit charge to be charged to each property owner subject to the 5 resolution. The county assessor of each county shall determine and б 7 identify the personal properties and improvements to real property 8 which are subject to a benefit charge in each city or town and shall 9 furnish and deliver to the county treasurer of that county a listing of properties with information describing the location, 10 the leqal description, and address of the person to whom the statement of benefit 11 12 charges is to be mailed, the name of the owner, and the value of the 13 property and improvements, together with the benefit charge to apply to These benefit charges shall be certified to the county treasurer 14 each. for collection in the same manner that is used for the collection of 15 fire protection assessments for forest lands protected by 16 the department of natural resources under RCW 76.04.610 and the same 17 penalties and provisions for collection shall apply. 18

19 (4) Each city and town shall contract, prior to the imposition of a benefit charge, for the administration and collection of the benefit 20 21 charge by each county treasurer, who shall deduct a percent, as 22 provided by contract to reimburse the county for expenses incurred by 23 the county assessor and county treasurer in the administration of the 24 resolution and this section. The county treasurer shall make 25 distributions each year, as the charges are collected, in the amount of 26 the benefit charges imposed on behalf of the city or town, less the 27 deduction provided for in the contract.

(5) Any benefit charge authorized by this section shall not be 28 29 effective unless a proposition to impose the benefit charge is approved 30 by a sixty percent majority of the voters of the city or town voting at a general election or at a special election called by the city or town 31 32 for that purpose, held within the city or town. An election held pursuant to this section shall be held not more than twelve months 33 prior to the date on which the first such charge is to be assessed: 34 35 PROVIDED, That a benefit charge approved at an election shall not 36 remain in effect for a period of more than six years nor more than the 37 number of years authorized by the voters if fewer than six years unless 38 subsequently reapproved by the voters.

(6) The ballot shall be submitted so as to enable the voters
 favoring the authorization of a benefit charge to vote "Yes" and those
 opposed thereto to vote "No," and the ballot shall be:

4 "Shall be authorized to impose benefit 5 charges each year for . . . (insert number of years not to 6 exceed six) years, not to exceed an amount equal to . . . 7 (insert percentage amount not to exceed sixty) percent of its 8 fire department operating budget?

9 10

YES NO

11 (7) A city or town renewing the benefit charge may elect to use the 12 following alternative ballot:

"Shall be authorized to continue voterauthorized benefit charges each year for . . . (insert number of years not to exceed six) years, not to exceed an amount equal to . . . (insert percentage amount not to exceed sixty) percent of its fire department operating budget?

18	YES	NO
19		□"

20 (8) Not less than ten days nor more than six months before the 21 election at which the proposition to impose the benefit charge is 22 submitted as provided in this section, the city or town shall hold a 23 public hearing specifically setting forth its proposal to impose 24 benefit charges for the support of its legally authorized activities 25 which will maintain or improve the services afforded in the city or town. A report of the public hearing shall be filed with the county 26 27 treasurer of each county in which the property is located and be available for public inspection. 28

(9)(a) Prior to November 15th of each year the city or town shall hold a public hearing to review and establish the benefit charges for the subsequent year.

1 (b) All resolutions imposing or changing the benefit charges shall 2 be filed with the county treasurer for each county in which the 3 property is located, together with the record of each public hearing, 4 before November 30th immediately preceding the year in which the 5 benefit charges are to be collected on behalf of the city or town fire 6 department.

7 (c) After the benefit charges have been established, the owners of
8 the property subject to the charge shall be notified of the amount of
9 the charge.

10 (10) After notice has been given to the property owners of the 11 amount of the charge, the city or town imposing a benefit charge under 12 this section shall form a review board for at least a two-week period 13 and shall, upon complaint in writing of a party aggrieved owning 14 property in the city or town, reduce the charge of a person who, in 15 their opinion, has been charged too large a sum, to a sum or amount as 16 they believe to be the true, fair, and just amount.

(11) A person who is receiving the exemption contained in RCW 84.36.381 through 84.36.389 shall be exempt from any legal obligation to pay a portion of the charge imposed by this section according to the following:

(a) A person who meets the income limitation contained in RCW
84.36.381(5)(a) and does not meet the income limitation contained in
RCW 84.36.381(5)(b) (i) or (ii) shall be exempt from twenty-five
percent of the charge.

(b) A person who meets the income limitation contained in RCW
84.36.381(5)(b)(i) shall be exempt from fifty percent of the charge.

(c) A person who meets the income limitation contained in RCW
84.36.381(5)(b)(ii) shall be exempt from seventy-five percent of the
charge.

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(12) For the purposes of this section:

(a) "Personal property" includes every form of tangible personal property, including but not limited to, all goods, chattels, stock in trade, estates, or crops, except that the term "personal property" does not include any personal property used for farming, field crops, farm equipment, or livestock; and

36 (b) "Improvements to real property" does not include permanent 37 growing crops, field improvements installed for the purpose of aiding

- 1 the growth of permanent crops, or other field improvements normally not
- 2 subject to damage by fire.

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