



CITY OF LAKE FOREST PARK

CITY COUNCIL

AGENDA COVER SHEET

Meeting Date	December 14, 2023
Originating Department	Finance Department
Contact Person	Lindsey Vaughn, Finance Director
Title	Ordinance No. 23-1286/Amending Chapter 5.05 of LFPMC, Business Taxes, Licenses and Regulations, by Amending Section 5.05.100

Legislative History

- First Presentation Regular City Council Meeting 12/14/23
 - Action Regular City Council Meeting 12/14/23
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Attachments:

1. Ordinance No. 23-1286 Amending Chapter 5.05 of LFPMC Business Taxes, Licenses and Regulations, by Amending section 5.05.100
 2. Engrossed Second Substitute Senate Bill 5199
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Executive Summary

The proposed change to Lake Forest Park's Municipal Code is due to a technical change to Senate Bill 5199's changes to RCW 35.102.150, which was passed in the 2023 legislative session. The proposed changes provide tax relief for newspaper publishers and provide that printing and publishing income shall be allocated to the city where the business is directed or managed.

Background

This revision to RCW 35.102.150 defines the sourcing of gross income arising from the activities of printing, and publishing newspapers, periodicals, or magazines. The changes, effective January 1, 2024, modify only the definition of printing, and of publishing newspapers and periodicals or newspapers in accordance with ESS2B 5199 that was passed during the 2023 legislative session. This section does not constitute an adoption of the State of Washington business and occupation tax exemption for gross income arising from the activities of printing, and of publishing newspapers, or the tax rate that applies to the activities of printing and of publishing periodicals or magazines.

Fiscal & Policy Implications

There is not any fiscal impact expected for the City of Lake Forest Park.

Alternatives

<i>Options</i>	<i>Results</i>
<ul style="list-style-type: none">• Adopt proposed updated model ordinance language	Stay in compliance with the revised update to the model Business and Tax Ordinance
<ul style="list-style-type: none">• Do not adopt proposed updated model ordinance language	Are not in compliance with the current updated language that needs to be adopted on or before December 31, 2023.

Staff Recommendation

Staff is recommending to adopting ordinance 23-1286 Amending Chapter 5.05 of the LFPMC, Business Taxes, Licenses and Regulations, by Amending section 5.05.100.