POULSBO DISTRIBUTION SCHEDULE

ORDINANCE NO. 2010-17

SUBJECT: Utility Tax Rate Increase from 6% to 8%

CONFORM AS TO DATES & SIGNATURES

- (X) Filed with the City Clerk: 09/03/2010
- (X) Passed by the City Council: 09/08/2010
- (X) Signature of Mayor
- (X) Signature of City Clerk
- (X) Publication: 09/17/2010
- (X) Effective: 09/22/2010
- (_) Recorded: N/A

DISTRIBUTED COPIES AS FOLLOWS:

- (X) NK Herald: Emailed by jb
- (1) Ordinance Book (copy)
- (X) Code Publishing via email if in electronic format
- (_) City Attorney
- (_) Civil Service Commission and/or Sec/Chief Examiner
- (_) Clerk's Department:
- (_) City Council
- (_) Finance:
- (X) Posted to Library Drive and Website

City Clerk

September 9, 2010 Date

ORDINANCE NO. 2010-17

AN ORDINANCE OF THE CITY OF POULSBO, WASHINGTON, AMENDING SUBSECTION 3.36.050(E) OF THE POULSBO MUNICIPAL CODE IN ORDER TO INCREASE THE TAX RATE ON THE FURNISHING OF WATER, SEWER AND STORM DRAINAGE FROM SIX PERCENT TO EIGHT PERCENT AND TO REQUIRE REVIEW OF THE SAID RATE IN 2011 IN CONJUNCTION WITH ADOPTION OF THE 2012 BUDGET; PROVIDING FOR SEVERABILITY AND ESTABLISHING AN EFFECTIVE DATE.

WHEREAS, the City currently imposes a six percent (6%) utility tax on the sale, delivery, distribution, and furnishing of water, sewer, and stormwater service within the City limits and on such service outside the City limits when provided by the City, and

WHEREAS, the Poulsbo City Council has determined that the tax rate should be raised from six percent (6%) to eight percent (8%) in order to deal with current economic issues and that the City should review the utility rates annually to ensure fairness.

NOW, THEREFORE, THE CITY COUNCIL OF THE CITY OF POULSBO, WASHINGTON, DO ORDAIN AS FOLLOWS:

Section 1. Water, Sewer, and Stormwater Tax Rate. Subsection 3.36.050(E) is hereby amended to change the tax rate on water, sewer and stormwater service from six percent (6%) to eight percent (8%) and to read as follows:

E. Upon every person engaged in the sale, delivery, distribution, or furnishing of water for domestic, farm, and other uses or the provision of sewage or stormwater collection and disposal, a tax equal to eight percent of the total gross income derived from the operation of such business within the city. The tax shall also apply to all revenues from the sale, delivery, distribution, or furnishing of water for domestic, farm, and other uses to customers located outside the city when said service is provided by the city. The tax rate established by this subsection shall be reviewed in 2011 in conjunction with the adoption of the 2012 budget.

Section 2. Severability. If any section, sentence, clause or phrase of this ordinance or any code section adopted or amended hereby should be held to be invalid or unconstitutional by a court of competent jurisdiction, such invalidity or unconstitutionality shall not affect the

validity or constitutionality of any other section, sentence, clause or phrase of this ordinance or any code section adopted or amended hereby.

Section 3. Effective date. This ordinance shall take effect and be in full force five (5) days after publication of the attached summary, which is hereby approved, provided, that the increased tax rate established by this ordinance shall apply to all water, sewer, and stormwater service for which an initial bill is generated on or after the effective date of this ordinance.

ADOPTED by the Poulsbo City Council and approved by the Mayor this 8th day of September, 2010.

CITY OF POULSBO:

MAYOR

ATTEST/AUTHENTICATED:

JILL A. BOLTZ, CITY CLERK

APPROVED AS TO FORM: OFFICE OF THE CITY ATTORNEY:

JAMES E. HANE

FILED WITH THE CITY CLERK: 09/03/2010 PASSED BY THE CITY COUNCIL: 09/08/2010 PUBLISHED: 09/17/2010 EFFECTIVE DATE: 09/22/2010 ORDINANCE NO. 2010-17

SUMMARY OF ORDINANCE NO. 2010-17

of the City of Poulsbo, Washington

On the 8th day of September, 2010, the City Council of the City of Poulsbo, passed Ordinance No. 2010-17. A summary of the content of said ordinance, consisting of the title, provides as follows:

AN ORDINANCE OF THE CITY OF POULSBO, WASHINGTON, AMENDING SUBSECTION 3.36.050(E) OF THE POULSBO MUNICIPAL CODE IN ORDER TO INCREASE THE TAX RATE ON THE FURNISHING OF WATER, SEWER AND STORM DRAINAGE FROM SIX PERCENT TO EIGHT PERCENT AND TO REQUIRE REVIEW OF THE SAID RATE IN 2011 IN CONJUNCTION WITH ADOPTION OF THE 2012 BUDGET; PROVIDING FOR SEVERABILITY AND ESTABLISHING AN EFFECTIVE DATE.

The full text of this Ordinance will be mailed upon request.

DATED this 9th day of September, 2010.

CITY CLERK JILL A. BOL