ATTACHMENT C

Introduced: 9/17/19 Adopted: 9/17/19

NON-CODE

## CITY OF REDMOND ORDINANCE NO. 2974

AN ORDINANCE OF THE CITY COUNCIL OF THE CITY OF REDMOND, WASHINGTON, DECLARING THE INTENT OF THE CITY OF REDMOND TO ADOPT LEGISLATION TO AUTHORIZE A SALES AND USE TAX FOR AFFORDABLE AND SUPPORTIVE HOUSING IN ACCORDANCE WITH SUBSTITUTE HOUSE BILL 1406 (CHAPTER 338, LAWS OF 2019), AND OTHER MATTERS RELATED THERETO

WHEREAS, in the 2019 Regular Session, the Washington State Legislature approved, and the Governor signed, Substitute House Bill 1406 (Chapter 338, Laws of 2019) ("SHB 1406"); and

WHEREAS, SHB 1406 authorizes the governing body of a city or county to impose a local sales and use tax for the acquisition, construction or rehabilitation of affordable housing or facilities providing supportive housing, and for the operations and maintenance costs of affordable or supportive housing, for cities of 100,000 population or less: or, if eligible, for providing rental assistance to tenants; and

WHEREAS, the tax will be credited against state sales taxes collected within the City of Redmond and, therefore, will not result in higher sales and use taxes within the City of Redmond and will represent an additional source of funding to address housing needs in the City; and

WHEREAS, the tax must be used to assist persons whose income is at or below sixty percent of the City of Redmond median income; and

WHEREAS, the City of Redmond has identified the housing need for persons of all ages, incomes, abilities and family sizes, through the Housing Choices Strategic Plan and has determined that imposing the sales and use tax to address this need will benefit its citizens; and

WHEREAS, in order for a city or county to impose the tax, within six months of the effective date of SHB 1406, or January 31, 2020, the governing body must adopt a resolution of intent to authorize the maximum capacity of the tax, and within twelve months of the effective date of SHB 1406, or July 31, 2020, must adopt legislation to authorize the maximum capacity of the tax; and

WHEREAS, this ordinance constitutes the resolution of intent required by SHB 1406; and

WHEREAS, the City Council now desires to impose a local sales and use tax as authorized by SHB 1406 as set forth herein.

NOW, THEREFORE, THE CITY COUNCIL OF THE CITY OF REDMOND, WASHINGTON, HEREBY ORDAINS AS FOLLOWS:

Section 1. Ordinance of Intent. The City Council of the City of Redmond declares its intent to adopt the legislation to authorize the maximum capacity of the sales and use tax authorized

by SHB 1406 within one year of the effective date of SHB 1406, or by July 27, 2020.

Section 2. Further Authority; Ratification. All City of Redmond officials, their agents, and representatives are hereby authorized and directed to undertake all action necessary or desirable from time to time to carry out the terms of, and complete the actions contemplated by, this ordinance. All acts taken pursuant to the authority of this resolution but prior to its effective date are hereby ratified.

Section 3. Effective Date. This ordinance shall take effect five days after its publication, or publication of a summary thereof, in the City's official newspaper, or as otherwise provided by law.

ADOPTED by the Redmond City Council this 17<sup>th</sup> day of September, 2019.

CITY OF REDMOND

JOHN MARCHIONE, MAYOR

ATTEST:

CHERYL VANDUCE TAMEDIA CITY CLERK

(SEAL)

APPROVED AS TO FORM

JAMES HANEY, CITY ATTORNEY

FILED WITH THE CITY CLERK:

PASSED BY THE CITY COUNCIL:

SIGNED BY THE MAYOR:

PUBLISHED:

EFFECTIVE DATE:

ORDINANCE NO: 2974

September 3, 2019

September 17, 2019

September 20, 2019

September 23, 2019

September 28, 2019

YES: ANDERSON, BIRNEY, CARSON, FIELDS, MARGESON, PADHYE