## CITY OF MARYSVILLE Marysville, Washington

| RESOLUTION NO. |  |
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A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF MARYSVILLE, WASHINGTON, DECLARING ITS INTENT 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).

WHEREAS, during 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 City to impose a local sales and use tax for the acquisition, construction or rehabilitation of affordable housing or facilities providing supportive housing, for the operations and maintenance costs of affordable or supportive housing, or for providing rental assistance to eligible low income tenants; and

WHEREAS, the tax will be credited against state sales taxes collected within the City and, therefore, will not result in higher sales and use taxes within the City 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 median income; and

WHEREAS, additional resources to facilitate affordable housing will enhance public health and welfare and imposing the sales and use tax to address this need will benefit City residents; and

WHEREAS, to impose the tax the City must adopt a resolution of intent to authorize the maximum capacity of the tax within six months of the effective date of SHB 1406, or January 28, 2020, and must adopt legislation to authorize the maximum capacity of the tax within twelve months of the effective date of SHB 1406, or July 28, 2020; and

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

WHEREAS, the City Council now desires to declare its intent to impose a local sales and use tax as authorized by SHB 1406.

NOW, THEREFORE, BE IT RESOLVED BY THE CITY COUNCIL OF THE CITY OF MARYSVILLE that the City Council declares its intent to adopt 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 28, 2020.

BE IT FURTHER RESOLVED BY THE CITY COUNCIL OF THE CITY OF MARYSVILLE that the Mayor is authorized to direct staff to action to carry out this resolution.

| ADOPTED by the City Council at an open public meeting this, 2019. |                |      | _ day of           |  |
|---|----------------|------|--------------------|--|
|   |                | CITY | OF MARYSVILLE      |  |
|   |                | By   |                    |  |
|   |                |      | JON NEHRING, MAYOR |  |
| Attest:   |                |      |                    |  |
| By  | _, DEPUTY CITY | CLER | <del>-</del><br>K  |  |
| Approved as to form:  |                |      |                    |  |
| By  |                |      | _                  |  |
| JON WALKER,   | CITY ATTORNEY  |      |                    |  |