

Economic and Revenue Forecast

Presented to the Local Government Partnership Meeting

Eric Swenson
Senior Economist

July 26, 2022



WASHINGTON STATE
ECONOMIC AND REVENUE FORECAST COUNCIL



Summary

- The state and national forecasts expect slower growth and gradually increasing unemployment over the next several years
- Inflation and gas prices are expected to peak soon
- There are considerable downside risks to the forecast



Forecast risks

Upside

- Supply chains recover more quickly than expected, leading to increased supply of goods and services, slower inflation
- Quicker resolution of Russia – Ukraine conflict

Downside

- Rising interest rates push economy into recession
- Inflation remains elevated
- Russia – Ukraine conflict intensifies



In June, prices increased at their fastest pace since November 1981

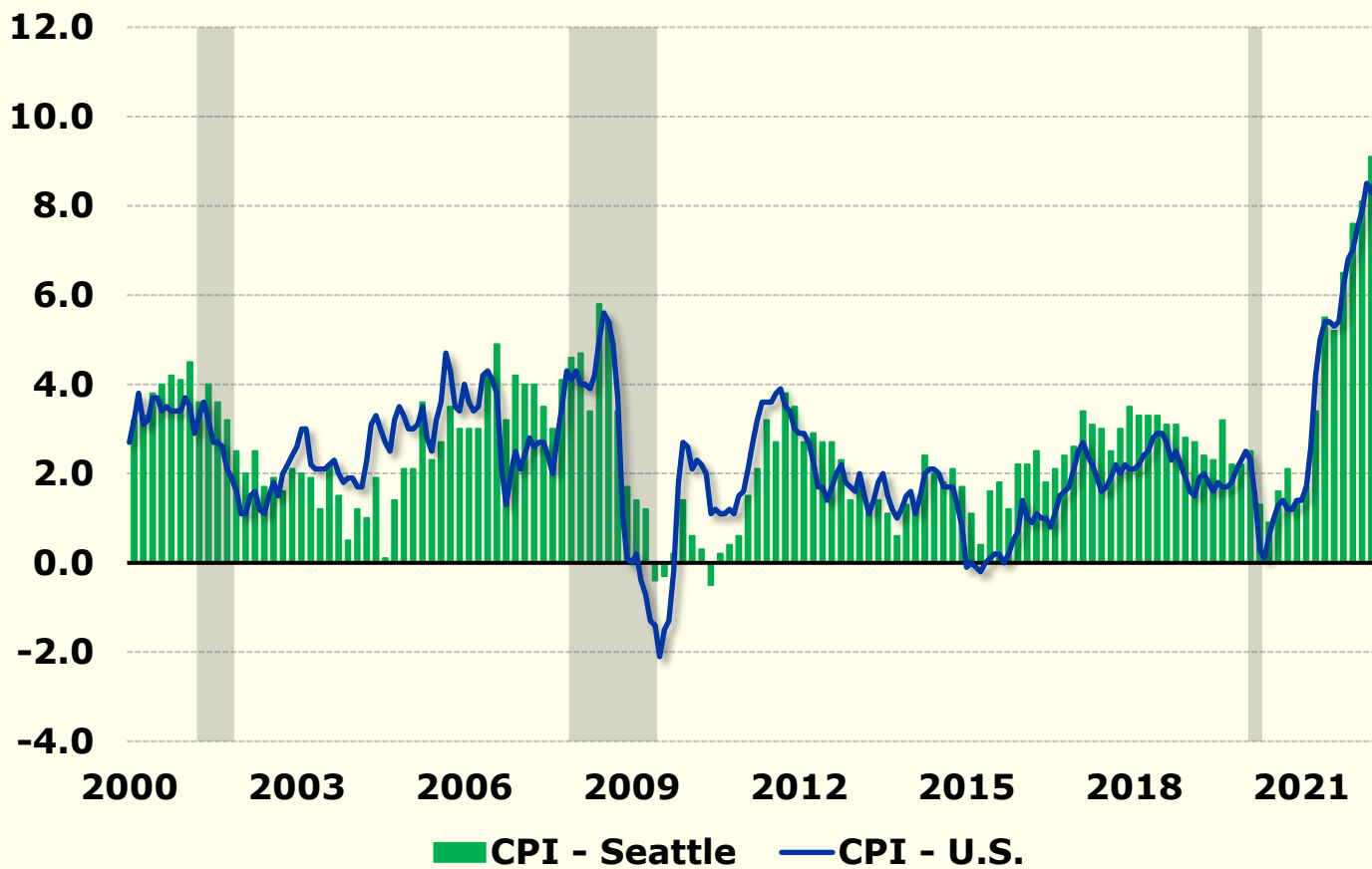
The U.S. CPI for all urban consumers rose 1.3 from May to June and was up 9.1% year over year

The Seattle CPI, which is released every two months, was up 10.1% year over year

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Inflation, % change over the year

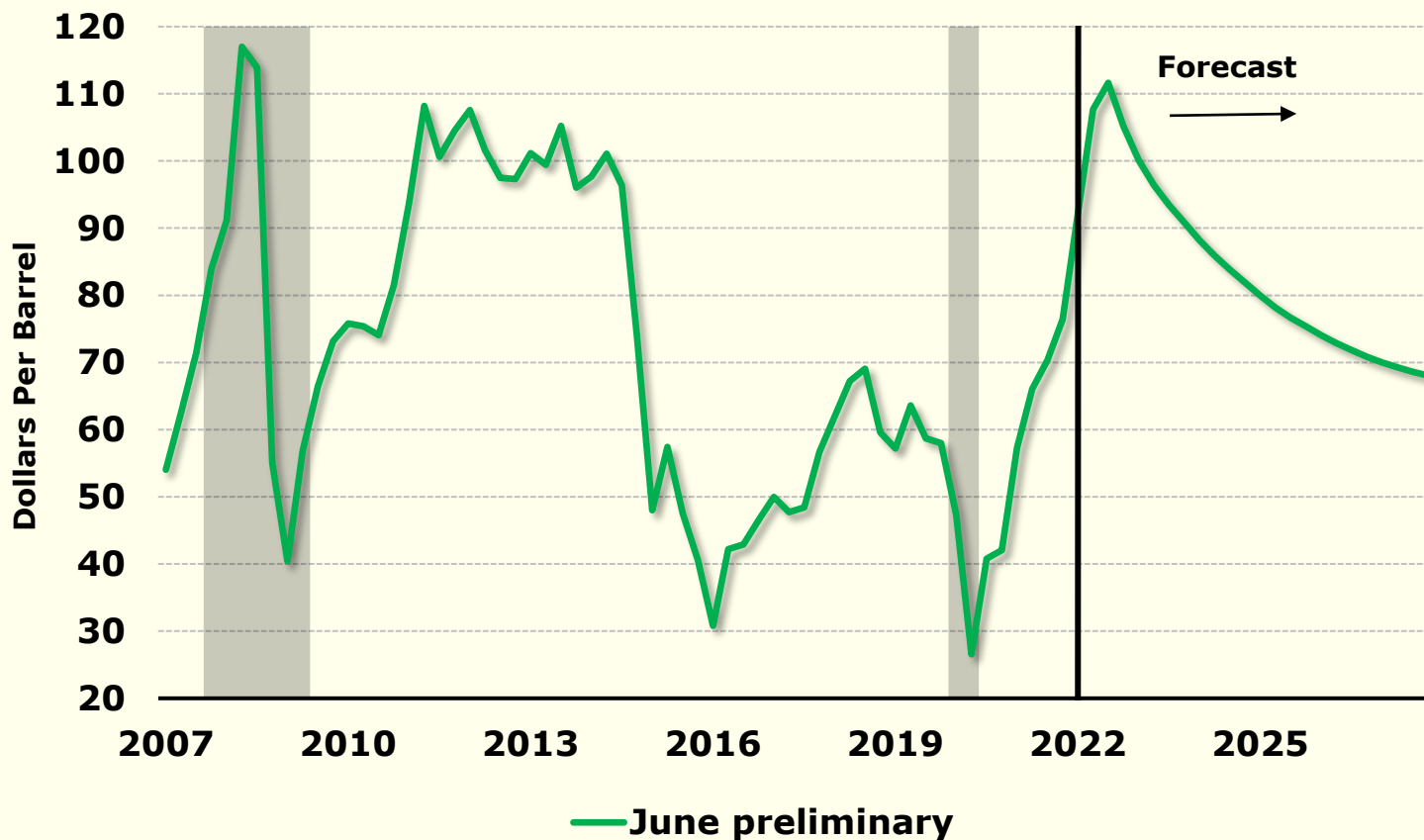


Source: U.S. Bureau of Labor Statistics, data through June 2022

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The June forecast expected oil prices to peak in the third quarter of 2022



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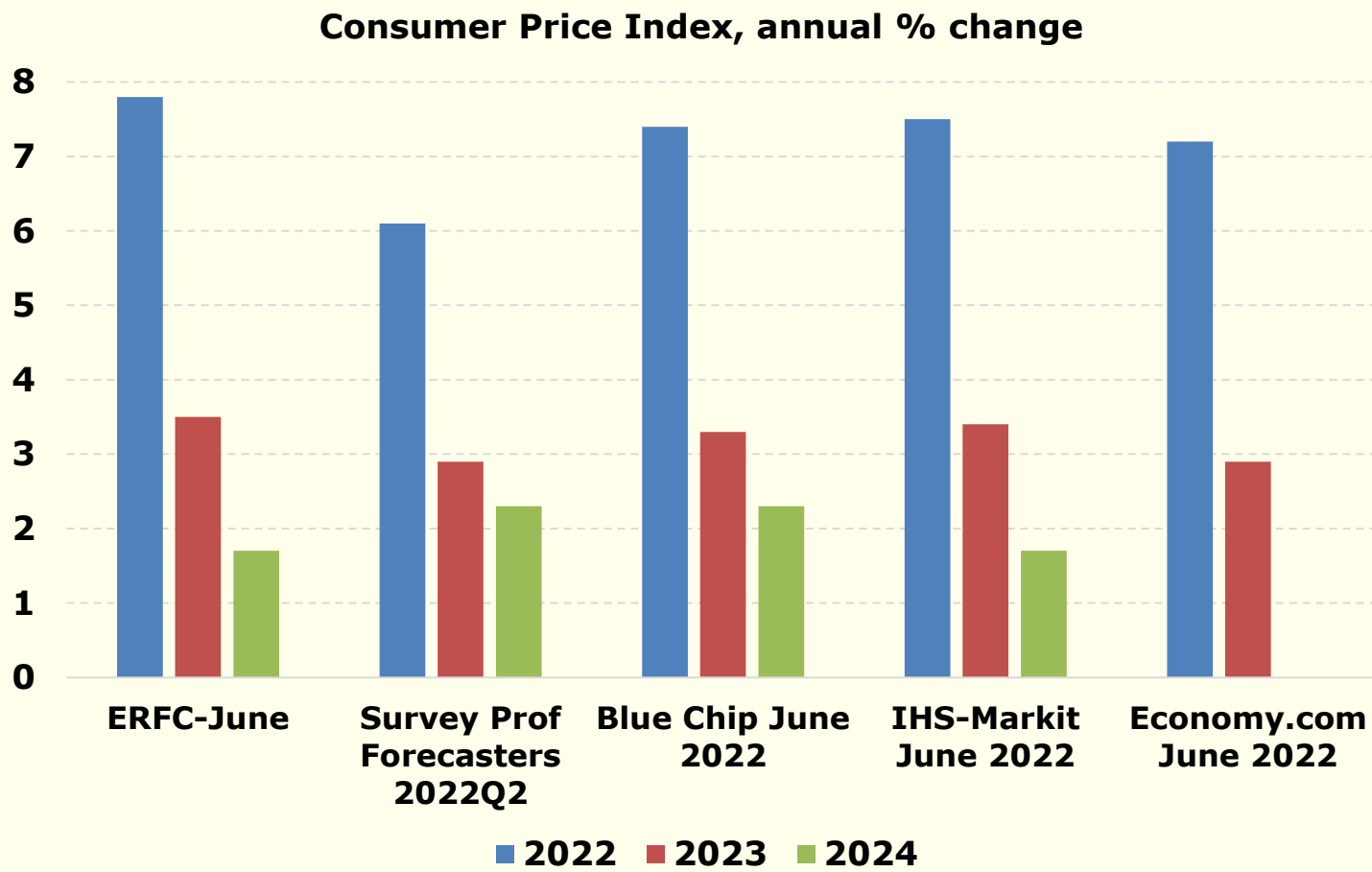
Source: Energy Information Administration, IHS Markit, ERFC; data through Q1 2022
Note: Vertical black line indicates last actual

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Inflation is expected to decrease after this year

The Consumer Price Index increased by 4.7% in 2021

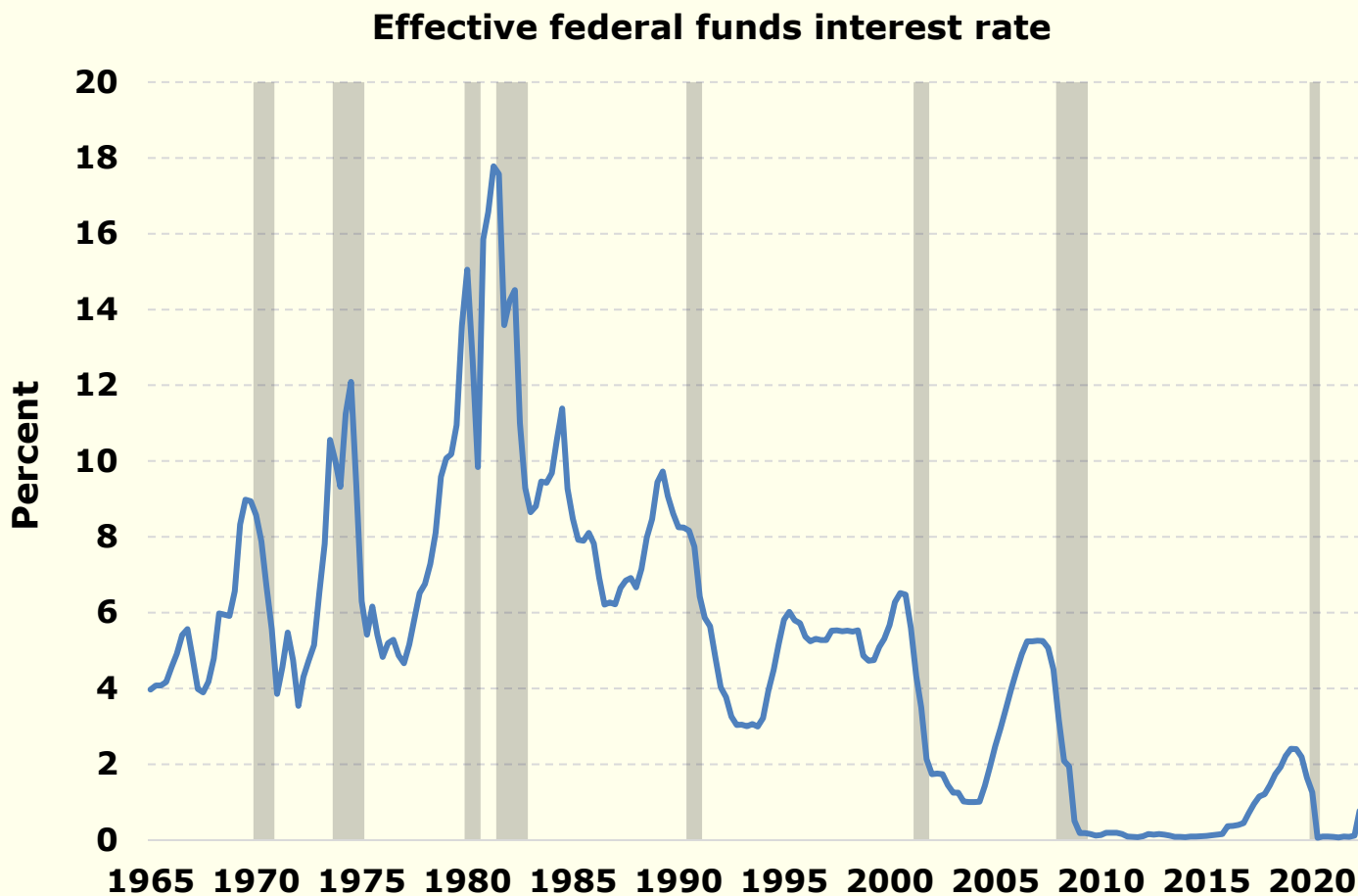


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Recessions have frequently been preceded by the Federal Reserve raising interest rates

However, not all Fed rate increases have been followed by recession



Source: Federal Reserve Board of Governors; quarterly data through Q2 2022

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Recent commentary and headlines

Governor's
Council of
Economic
Advisors: 38%
recession
probability in
next 12 months

Evercore ISI consultancy (June 7 2022)

- U.S. economy clearly slowing, still strong
- State tax survey shows overall receipts pulling back from their highest level since 2006

World Bank (June 2022)

- Several years of above-average inflation and below-average growth now seem likely

Blue Chip Economic Indicators (June 2022)

- U.S. recession probability in:
 - 2022: 26%
 - 2023: 39%

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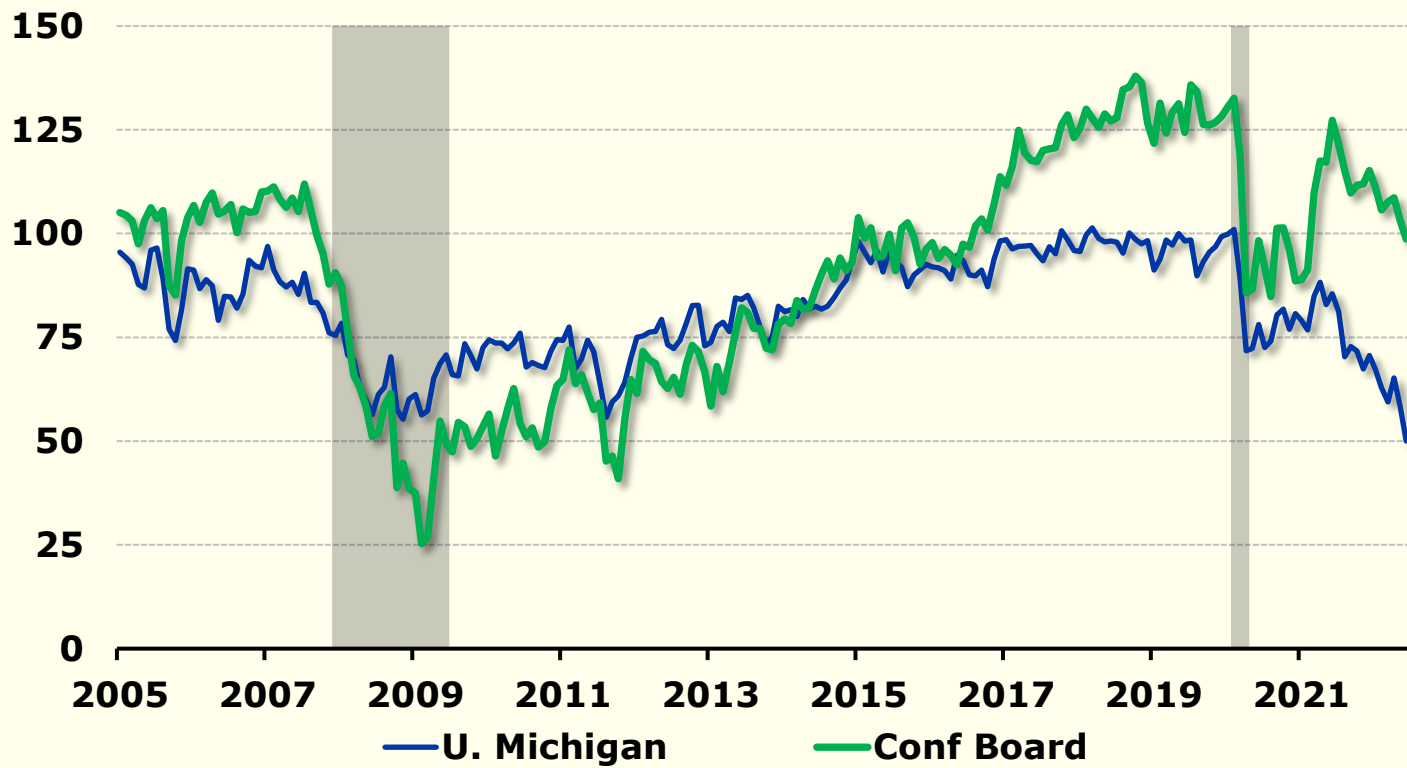


Consumer confidence has slipped due to inflation, interest rate concerns

Index

Mich: 1966Q1 = 100, SA

Conf Board: 1985 = 100, SA



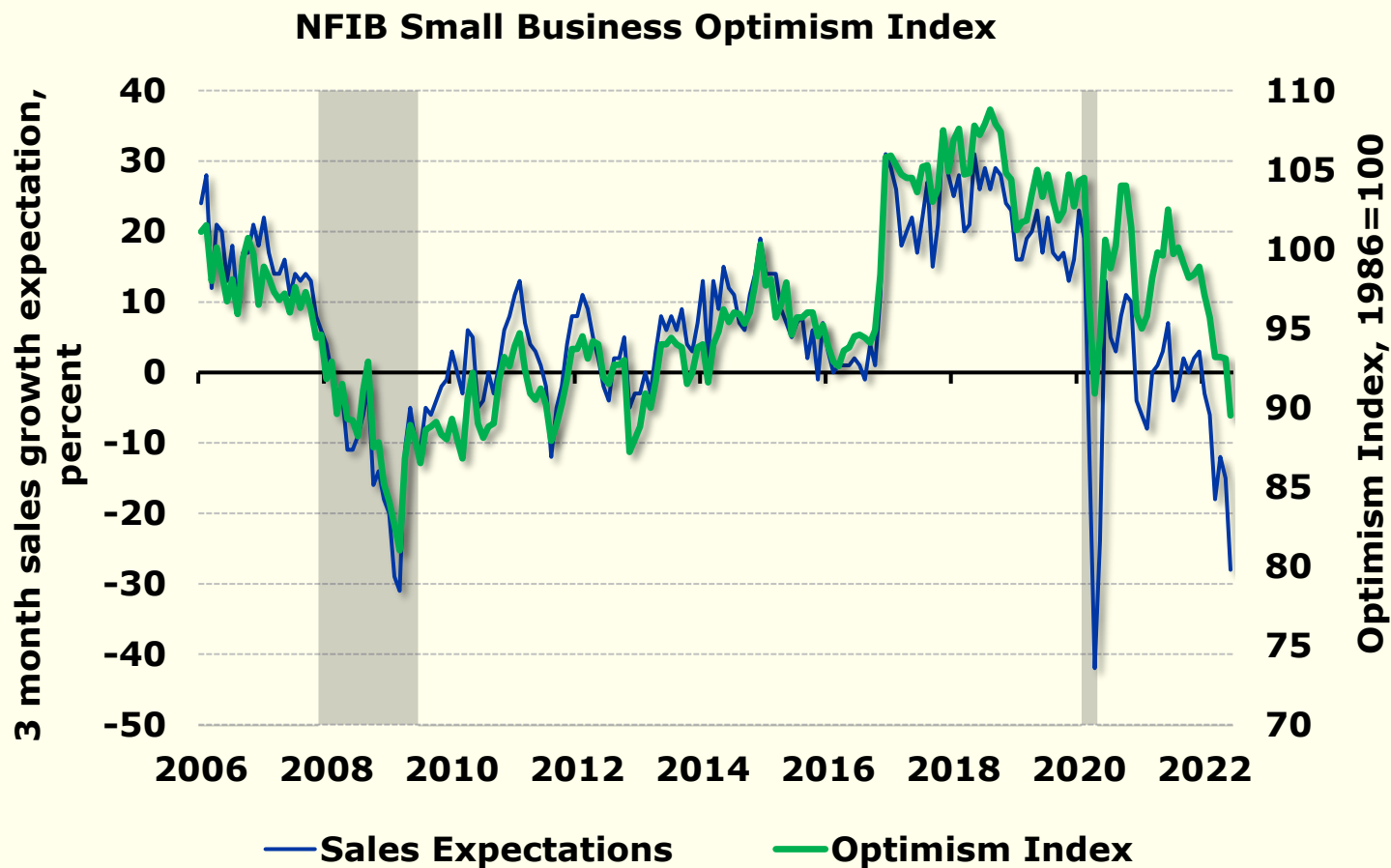
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Sources: University of Michigan, Conference Board; data through June 2022 (with July UofM preliminary)

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Small business owners expect business conditions to deteriorate over next six months



Source: National Federation of Independent Business; data through June 2022



U.S. retail trade sales increased by 1.0% in June

June retail sales were up 8.4% year over year

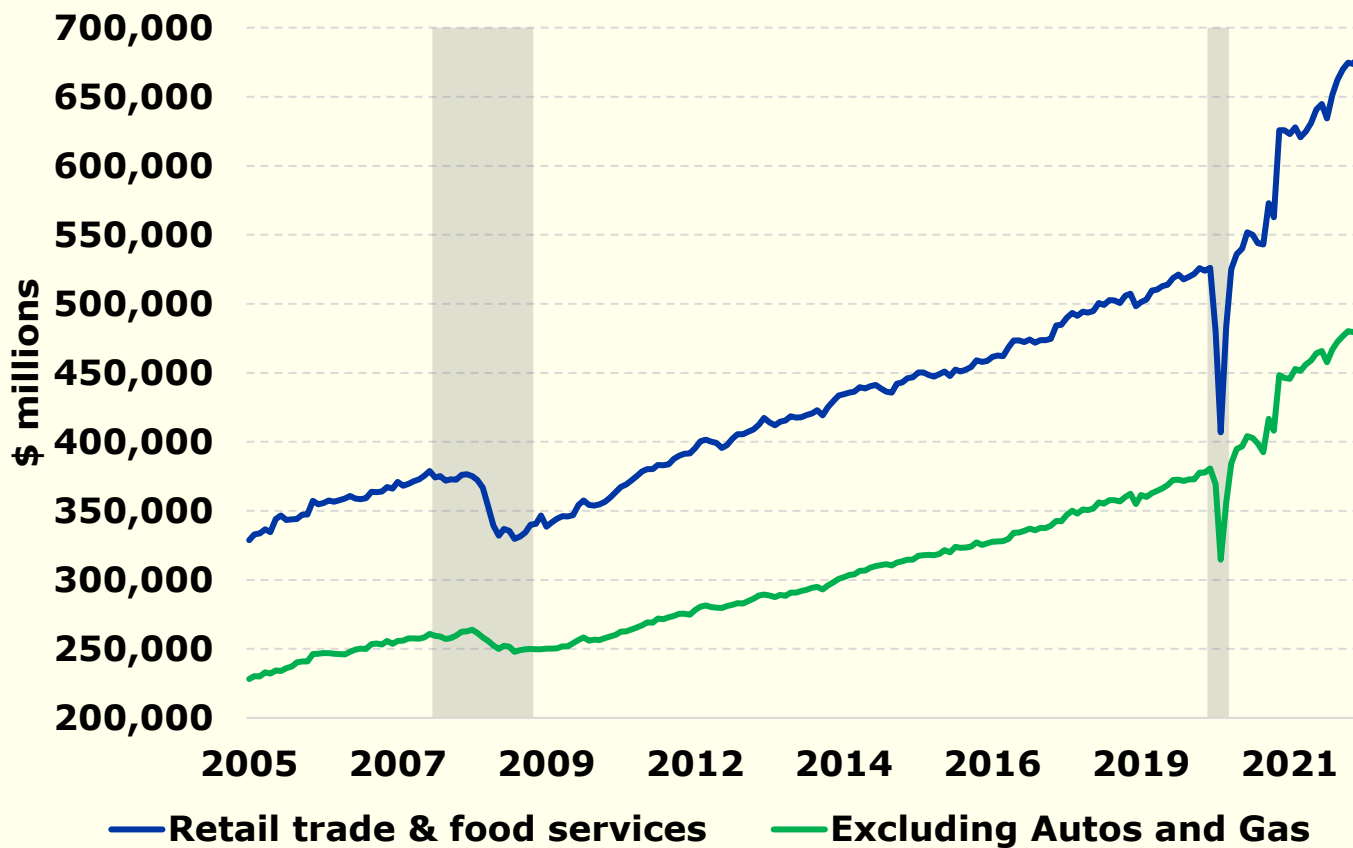
Sales decreased 0.1% in May after a 0.7% increase in April

Excluding autos and gas, sales increased 0.7% in June and were up 6.6% year over year

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U.S. retail trade & food service sales, SA

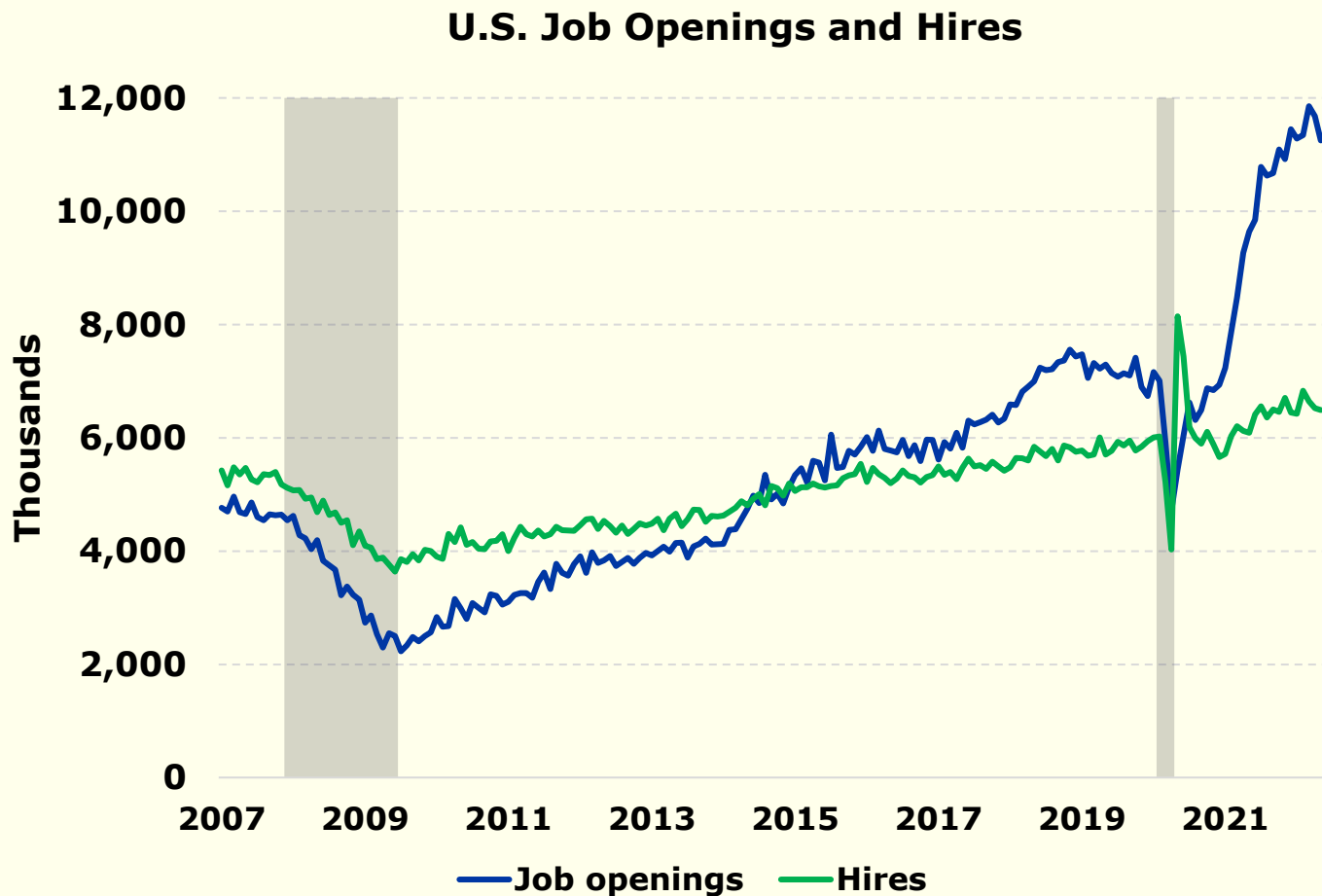


Source: U.S. Census Bureau; data through advanced June 2022

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Job openings remain at very high levels



Source: U.S. Bureau of Labor Statistics, data through May 2022

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New vehicle sales constrained by lack of inventory, high prices

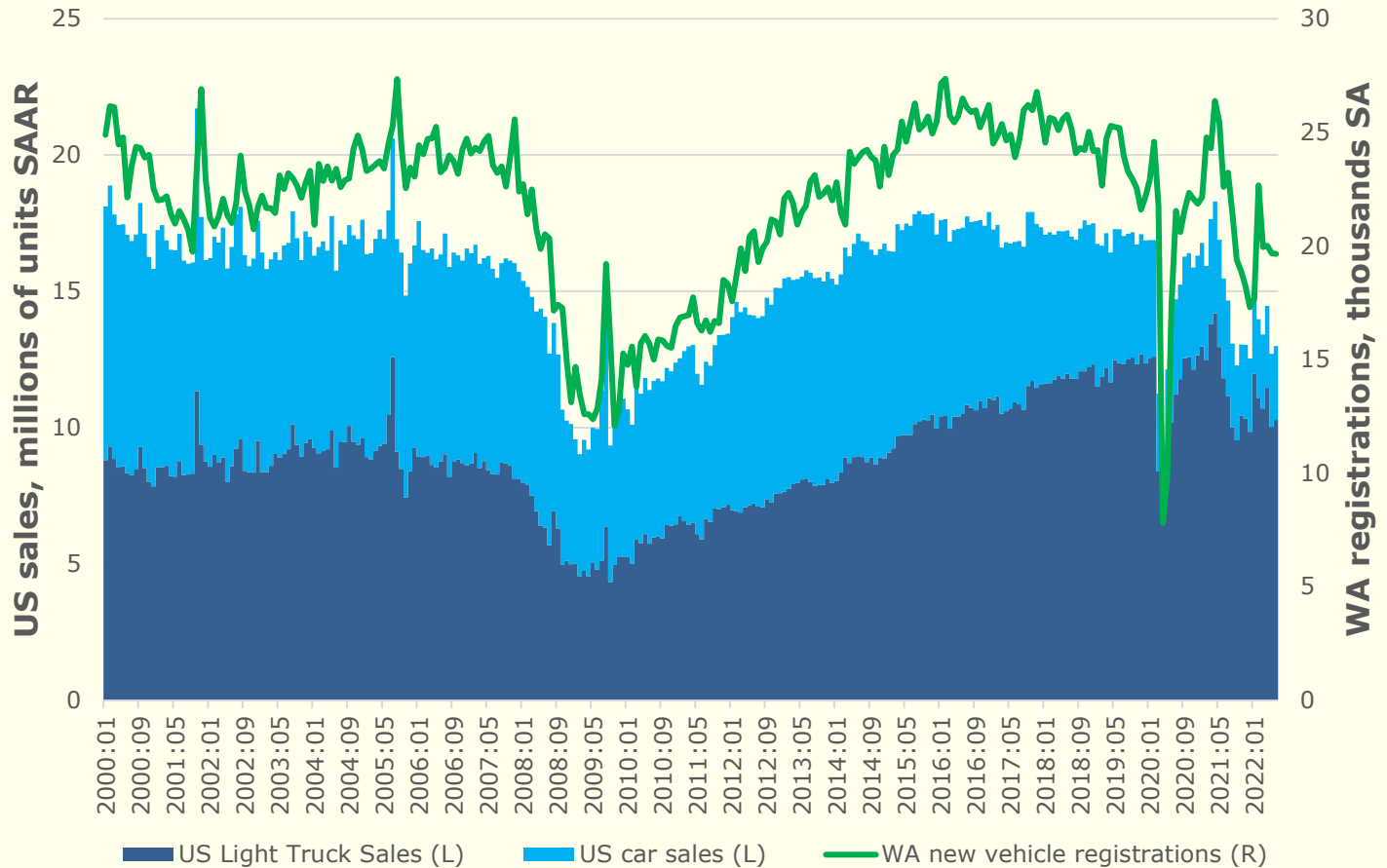
Washington new vehicle registrations were down 13% year over year in June

US light vehicle sales were down 16% year over year in June

Automakers are prioritizing production of higher profit margin vehicles, which boosts prices

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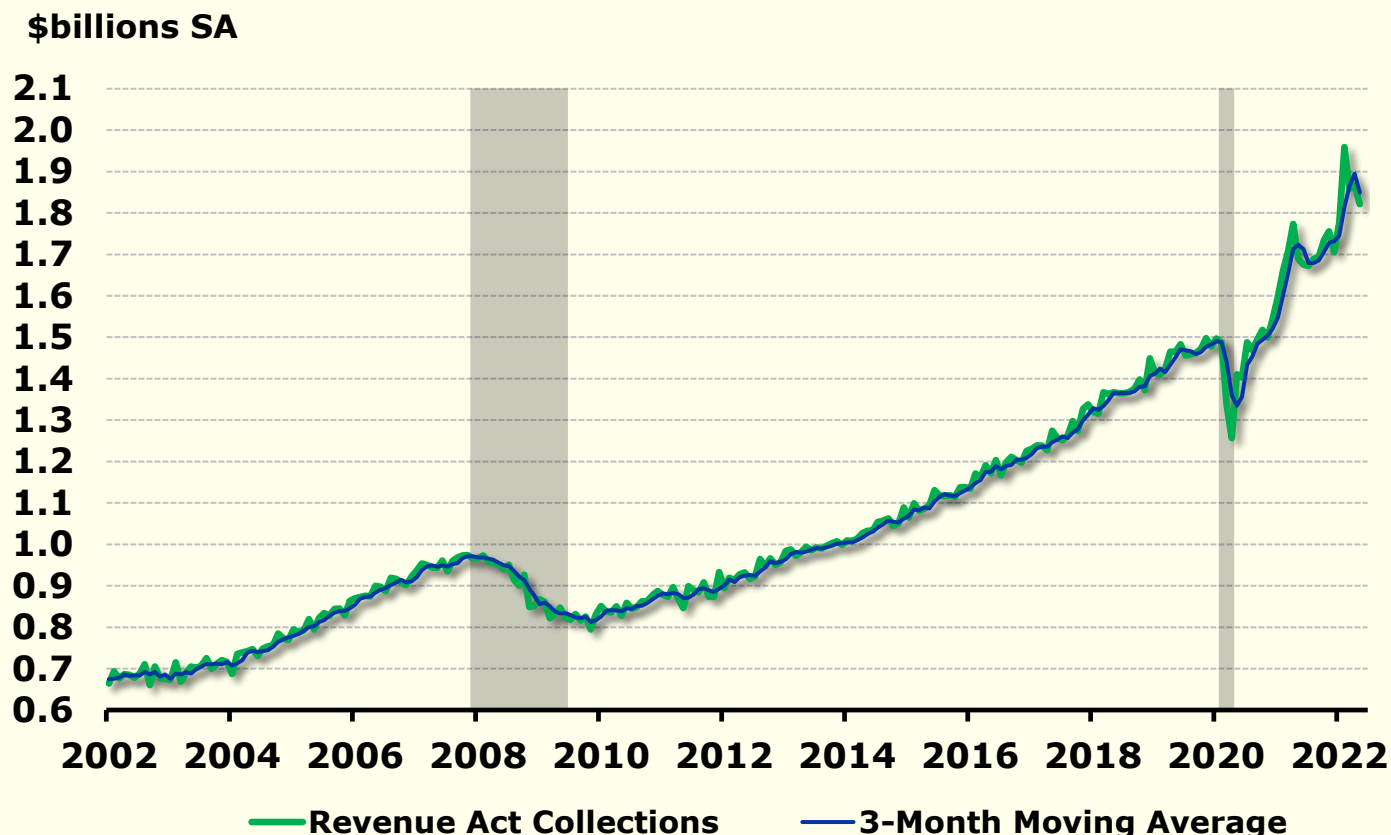
Revenue Act collections remain strong

Revenue for May activity was up 8.9% year over year

Collections for first quarter activity were up 12.4% year over year after 13.1% growth for fourth quarter 2021 activity

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* Adjusted for large one-time transactions, amnesty payments, reporting frequency change and deferred 2020 payments, current definition of Revenue Act
Source: DOR and ERFC; monthly data through May 2022 activity

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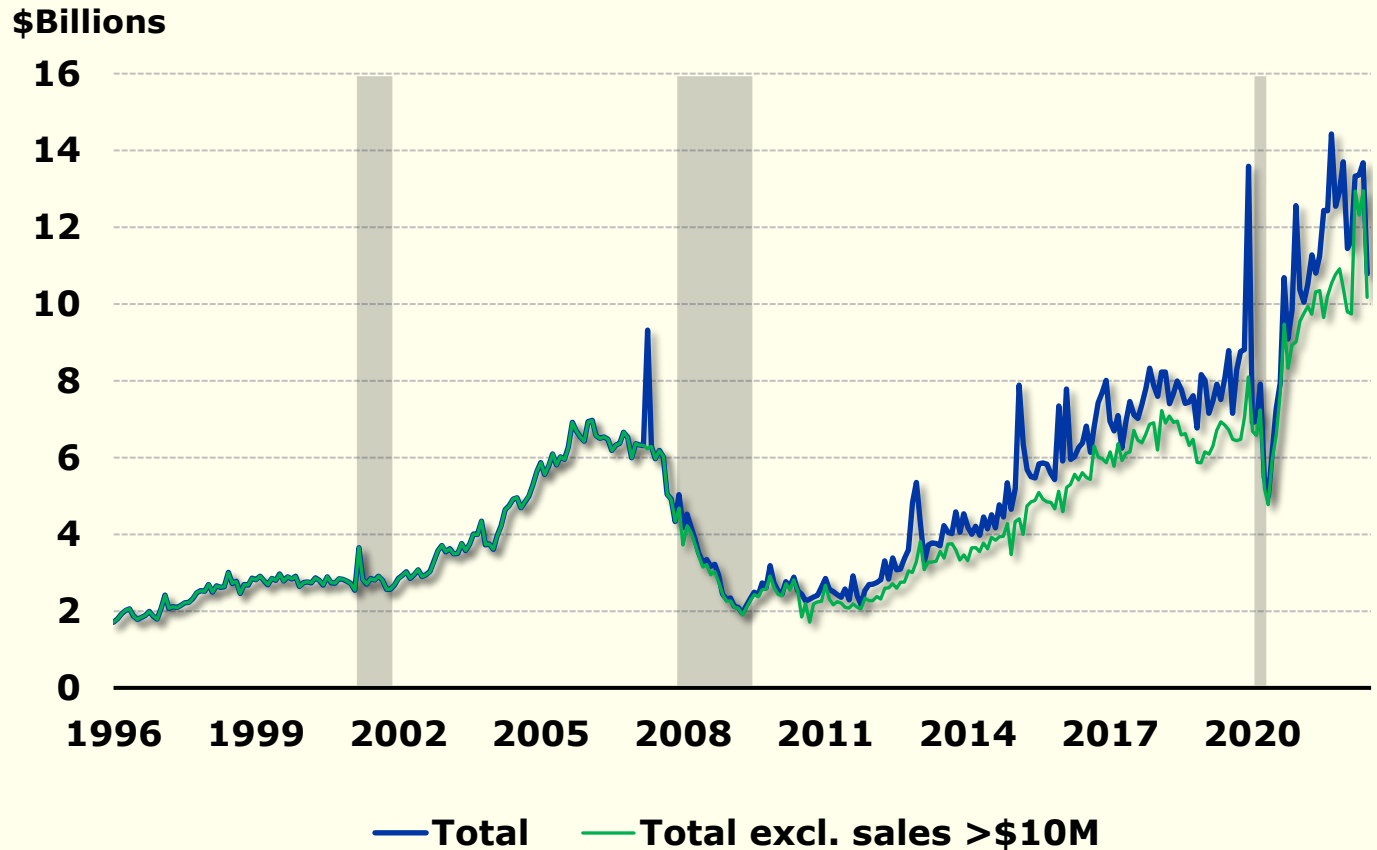


Seasonally adjusted taxable REET activity decreased in June

Most of the June decrease was in residential sales

The forecast assumes REET collections have already peaked

Seasonally Adjusted Taxable Real Estate Excise Activity



Source: ERFC; Monthly data through May 2022 estimate

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WA employment forecast

Average annual employment growth, 2023 to 2027:

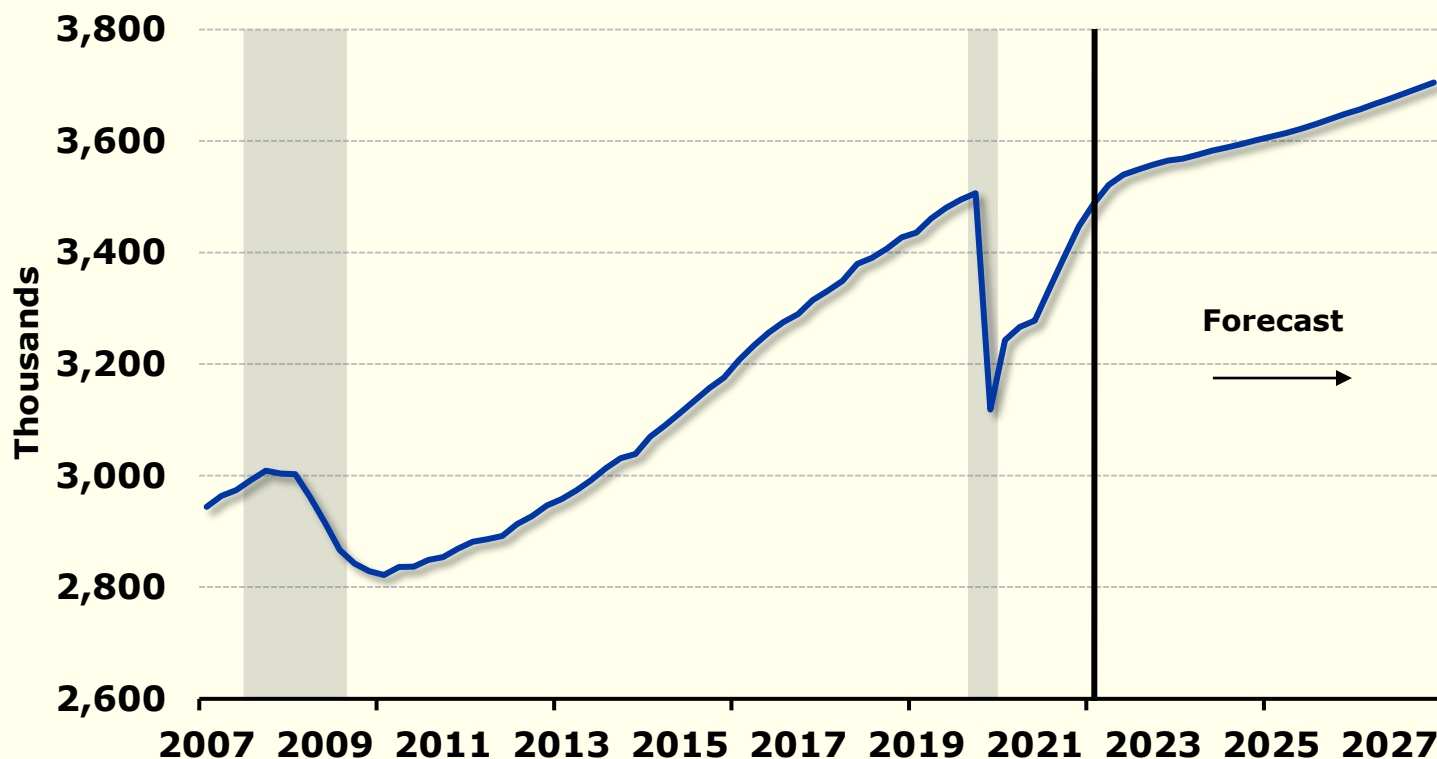
U.S. = 0.4%

WA = 0.9%

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Washington Nonfarm Payroll Employment



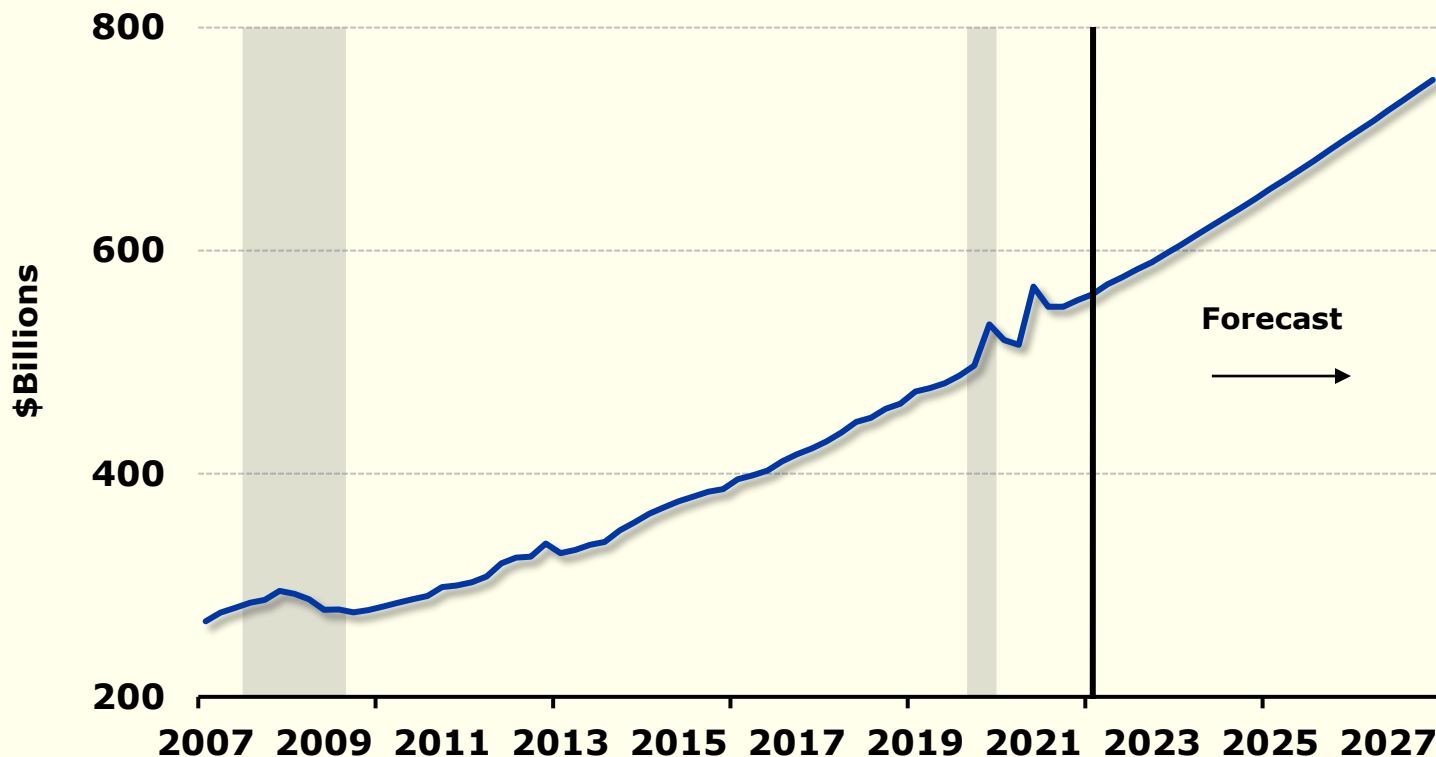
Source: ERFC June 2022 forecast; historical data through Q1 2022

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WA personal income forecast

State personal income is expected to grow at an annual average rate of 5.3% from 2023 to 2027



Source: ERFC June 2022 forecast; historical data through Q1 2022

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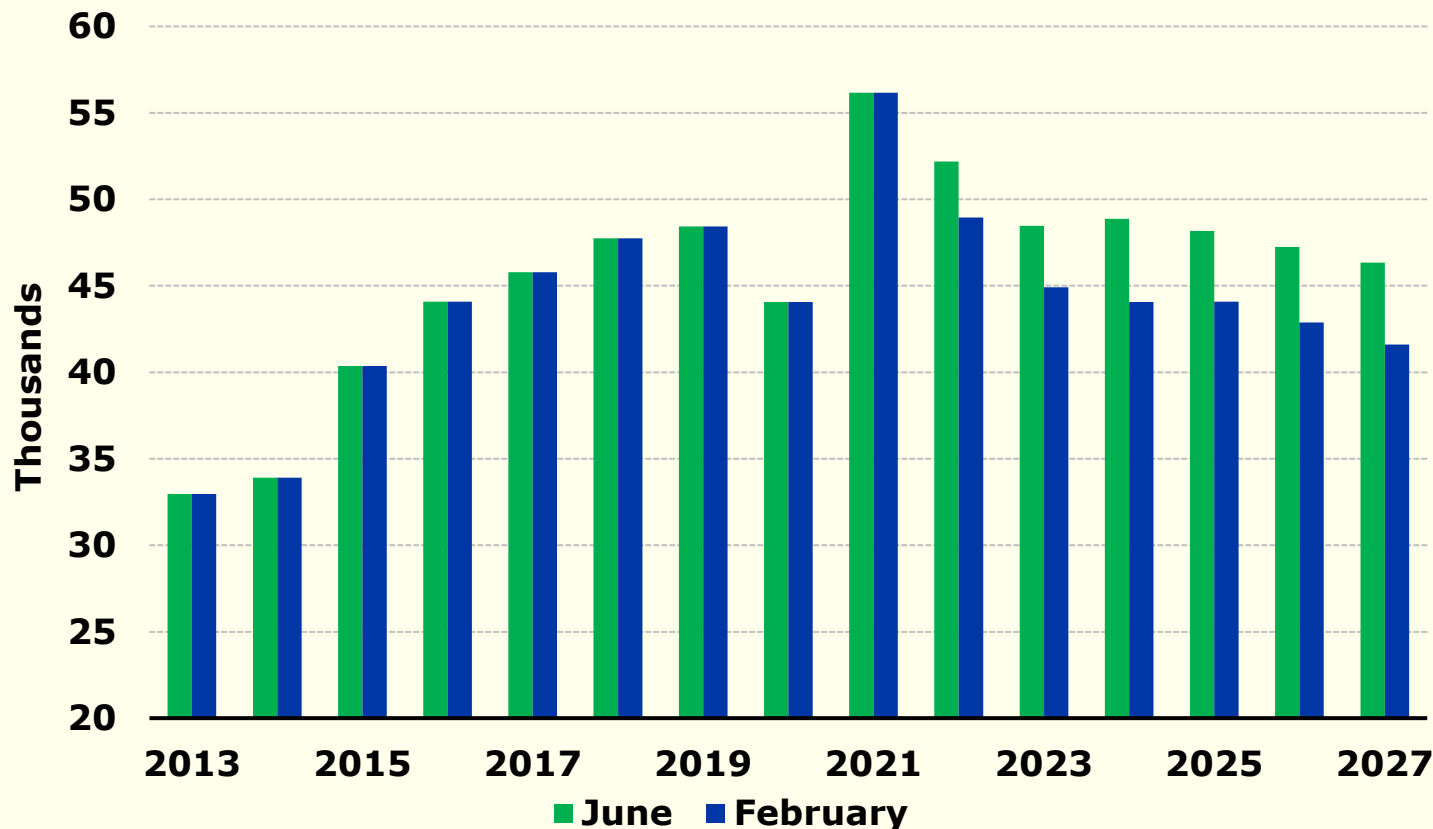
WA housing permits higher 2022 – 25 compared to February; reflects new data on housing depreciation

Since the February forecast, U.S. Dept. of Housing & Urban Development released survey data indicating existing housing is depreciating faster than expected, requiring higher replacement rates.

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Washington Housing Permits



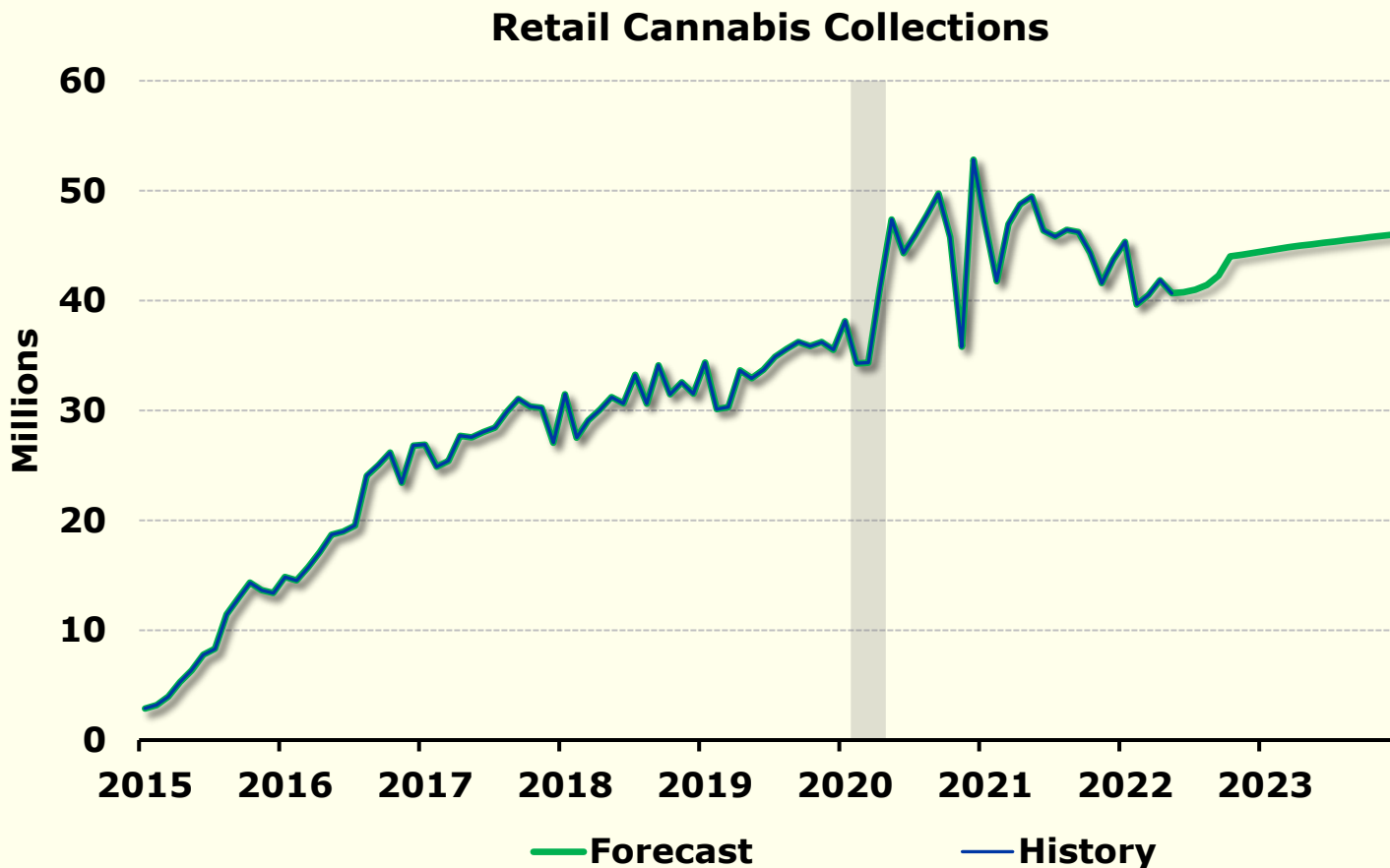
Source: ERFC June 2022 forecast; historical data through 2021

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Cannabis revenues appear to be moderating

Collections came in 7.3% below the February forecast



Source: ERFC June 2022 forecast; historical data through May 2022

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ERFC June Forecast – U.S.

	Year-over-year growth							
	2020	2021	2022	2023	2024	2025	2026	2027
Real GDP growth	-3.4%	5.7%	2.5%	1.9%	2.1%	2.0%	2.0%	1.9%
Federal Funds rate	0.4%	0.1%	1.2%	3.0%	2.9%	2.6%	2.6%	2.6%
10-year treasury note	0.9%	1.4%	2.7%	3.1%	3.2%	3.1%	3.0%	3.0%
30-year fixed mortgage rate	3.1%	3.0%	4.9%	5.2%	5.0%	4.9%	4.8%	4.8%
CPI inflation	1.2%	4.7%	7.8%	3.5%	1.7%	1.8%	1.9%	2.0%
Oil price, refiner acquisition cost/bbl	\$39	\$68	\$104	\$95	\$85	\$78	\$72	\$69



ERFC June Forecast – WA

	Year-over-year growth							
	2020	2021	2022	2023	2024	2025	2026	2027
Personal income	7.6%	7.6%	3.0%	5.1%	5.4%	5.3%	5.3%	5.1%
Real personal income	6.4%	3.6%	-3.0%	1.9%	3.7%	3.5%	3.3%	3.2%
Nonfarm payroll employment	-5.3%	2.4%	4.8%	1.2%	0.7%	0.7%	0.9%	1.0%
Housing permits	-9.0%	27.5%	-7.1%	-7.1%	0.9%	-1.5%	-1.9%	-1.9%
Construction Employment	-2.6%	4.5%	4.4%	-0.7%	1.0%	0.8%	1.1%	0.8%
Unemployment Rate	8.5%	5.3%	4.1%	4.5%	4.8%	5.0%	4.9%	4.7%



June Revenue Forecast

	Year-over-year growth							
	FY20	FY21	FY22	FY23	FY24	FY25	FY26	FY27
Retail Sales	1.7%	10.3%	12.3%	3.9%	3.3%	3.2%	3.3%	3.6%
Business & Occupation	3.6%	7.9%	14.5%	1.0%	4.2%	4.6%	4.7%	4.4%
Real Estate Excise	-0.7%	34.4%	36.2%	-31.2%	-6.1%	3.0%	-1.0%	1.5%
Property Tax - School Levy	44.2%	27.3%	0.4%	2.5%	2.4%	2.5%	2.5%	2.5%



Questions

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July 26, 2022

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**Economic & Revenue Forecast Council
PO BOX 40912
Olympia WA 98504-0912**

**www.erfc.wa.gov
360-534-1560**



Local Sales Tax

Brittney May and Jason Hartwell
Local Tax Administration Managers
July 2022

Requests for Information

[Reset This Form](#)



Tax and License Secrecy Clause Confidentiality Agreement

This form must be completed and signed by individuals with access to Confidential Information in the custody and control of the Department of Revenue, and approved by the appropriate designated authority.

Identification: Name: Title:

Employer: Phone:

Address: Email:

City, State, Zip:

Scope: Department of Revenue Confidential Information covered by this agreement includes:

- Licensing information ([RCW 19.02.115](#))
- Personally identifying information ([RCW 42.56.590](#))
- Property tax information ([RCW 84.08.210](#), [RCW 84.40.020](#), [RCW 84.40.340](#))
- Tax information ([RCW 82.32.330](#))
- Federal tax information ([26 USC 6103](#))
- Unclaimed Property ([RCW 63.29.380](#))
- Confidential organizational and other information exempt by law

Partner Portal

[Home](#) / [About](#) / [Statistics & reports](#) / [Information for local governments](#) / [Access to local sales tax information](#)

Print

Access to local sales tax information

The Department of Revenue has launched the secure portal, My DOR, including Washington state and local taxes, in addition to business licensing services.

- How to access [My DOR Partner Portal](#).
- The [funding method](#) of partial payments of taxpayer returns.
- [Format for local distribution reports](#) starting with the April 2018 distribution.

Distribution Detail report

The Department provides the Distribution Detail report to further help you manage your local sales tax distribution. The report provides you with the business level detail you are familiar with and adds additional features, including:

- Filter options.
- Search functionality.

Jurisdiction access to local sales tax reports

The Department has changed the way local jurisdictions receive their local tax information. Local jurisdictions will access their information within the Department's secure My DOR environment.

Important: When registering, the jurisdiction will need to provide a [Secrecy Clause](#) if the Department does not have one on file.

More information

[Local Jurisdiction Report Guide](#)

[Funding Change](#)

[Secrecy Clause](#)

[Local Tax Reference Guide](#)

[Information for Local Governments](#)

Questions?

Contact (360) 705-6179

Inactivity Lock

Client Log Key: 61257

This error has been recorded. If you wish to provide additional information about what you were doing when you received the error, you may enter it below and select Submit.

Additional Information

Submit

[Go Back](#)

Local Tax Questions

Business Licensing and Tax

Click **Get Started** to go your account summary

Get Started

Quick Links

Business Licensing

- Access your account using a letter ID
- Renew your business license
- Apply for a new business license
- Hire domestic (household) employees

File and pay taxes

- Access your account using a letter ID
- Business (B&O), Excise, and Sales taxes
- Forest tax
- Leasehold tax

Other services

- Print your reseller permit
- Send a secure message**
- Sign up for filing reminders

Unclaimed Property

Property Tax

Partners

- Add the Partner Portal
- File real estate excise tax affidavits (For Counties Only)

Reports Available to Public

Statistics & reports

Create a report

Use our [Create a report](#) tool to create customized reports specific to your needs! With this tool you can get:

[State and local taxable retail sales](#)

[Statewide gross business income](#)

[Quarterly Business Reviews](#)

[Local Sales Tax Distributions](#)

List of Location Codes for Compacting Tribes

▼ Confederated Tribes of the Chehalis Reservation
▼ Cowlitz Indian Tribe
▼ Kalispel Tribe of Indians
▼ Lummi Indian Nation
▼ Nisqually Indian Tribe
▼ Puyallup Tribe of Indians
▼ Sauk-Suiattle Indian Tribe
▼ Squaxin Island Tribe
▼ Stillaguamish Tribe of Indians
▼ Suquamish Tribe
▼ Swinomish Indian Tribal Community
▼ Tulalip Tribes

- Your local tax distribution amounts are not impacted.
- You may notice new location codes on your reports.

Helpful Links

- [Access to Local Sales Tax Information](#)
- [Secrecy Clause](#)
- [Partner Portal Access Instructions](#)
- [Local Tax Reference Guide](#)
- [Statistics and Reports](#)
- [Tribal Retail Taxes Compacts](#)
- [Local Sales and Use Tax](#)

Contact information

- Local Tax Teams 360-705-6179
- Brittney May – BrittneyM@dor.wa.gov
- Jason Hartwell – JasonH@dor.wa.gov

Questions?



2022 Legislative Highlights & Cities ARPA funding updates

July 26, 2022



Session overview

60 days

Supplemental
budgets

Transportation
package

Positive revenue
forecast

Election year

Virtual session

2022 Legislative Session:

City legislative priorities & outcomes

The 2022 Legislature addressed AWC's legislative priorities. Read the pros and cons for cities.



Pass a transportation package:

Adopt a new revenue package that emphasizes maintenance/preservation funding and provides an equitable level of local funding and additional long-term, sustainable revenue options.

Pro: Passed a 16-year statewide transportation package titled Move Ahead WA.

Pro: Adopted expanded local options for a border fuel tax and councilmanic authority to increase local Transportation Benefit District (TBD) sales and use tax.

Pro: Expanded authority for traffic safety cameras; including authority for more cities to place one camera per 10,000 residents.

Pro/Con: Invested in city preservation and maintenance; but only at **\$5 million** in additional annual funding through the Transportation Improvement Board and **\$3 million** to the Complete Streets program for FY 2021-23.

Con: Swept **\$57 million** annually from the Public Works Assistance Account (PWAA) between FY 2024 and FY 2038.

Con: Addressed state-owned fish blocking culverts, but failed to provide additional funding for locally owned fish-blocking culverts. This undermines yearslong city efforts advocating for a watershed approach.



Protect Transportation Benefit District funding authority:

Support expanded local authority for TBDs so cities can continue using the sales tax funding tool beyond the current time limitations.

Pro: Adopted expanded authority in the Move Ahead WA transportation package to:

- Allow voters to reauthorize 10-year extensions of local TBD sales and use tax; and
- Provide councilmanic authority to increase the tax by 0.1%.



Ensure basic infrastructure funding:

Provide flexible state and federal dollars through programs like the Public Works Assistance Account to help cities finance basic infrastructure such as drinking water and wastewater.

Pro: Allocated an additional **\$88.3 million** to the Drinking Water Assistance Account.

Pro: Allocated an additional **\$236 million** to the Water Pollution Control Revolving Account.

Con: Swept the PWAA at **\$57 million** annually from FY 2024 to FY 2038.



Other significant issues:

Cities identified several significant policies to focus on during the 2022 session.

Pro: Adopted necessary modifications to the emergency provisions of the Open Public Meetings Act (**HB 1329**).

Pro: Adopted important clarifications related to police reform:

- **HB 2037** defines use of physical force and allows force, when necessary, during an investigative detention;
- **HB 1735** allows physical force, when necessary, during community caretaking functions and to assist with transporting individuals in crisis; and
- **HB 1719** allows use of all less-lethal alternatives, such as rubber bullets from a .50 caliber rifle.

Pro: Funded a total of **19.5 classes** in 2022 and **23.5 classes** in 2023 to address wait times at the Basic Law Enforcement Academy. Funded an online training platform for law enforcement training.

Pro: Provided cities with **\$21.5 million** to address costs associated with *Blake* decision; **\$4.9 million** to develop and expand therapeutic courts; and **\$2 million** to create alternative response teams.

Pro: Appropriated **\$100 million** for low-income customer utility assistance.

Pro: Directed a joint legislative taskforce, that includes city representation, to review and recommend best practices related to broadband deployment and local permitting.

Pro: Increased cannabis revenue sharing with cities and counties to **\$45 million**, representing an additional **\$5 million** for FY 2023. Ongoing increases are based on revenue percentages, instead of a capped amount (**SB 5796**).

Pro: Defeated multiple zoning mandate proposals (**SB 5670/HB 1782 & HB 1660**) preempting local land use authority for certain housing. Instead, the Legislature provided a **\$7.5 million** competitive grant program incentive for cities that want to adopt missing middle housing zoning ordinances.

Pro: Passed reforms to the State Environmental Policy Act (SEPA) in **SB 5818** to facilitate housing development by expanding SEPA categorical exemptions and providing appeal protections for development regulations that increase housing capacity and affordability.

Pro: Created dedicated and ongoing planning funding of **\$10 million** annually for cities to complete Growth Management Act (GMA) comprehensive planning updates, including implementing 2021's **HB 1220**.

Pro: Created historic **\$430 million** capital investment in rapid acquisition of housing for shelter, crisis stabilization, and housing construction under the Housing Trust Fund.

Pro: Appropriated **\$52 million** to transition encamped individuals living on state-owned rights-of-way to permanent housing and remove debris.

Con: Did not pass **HB 1099**, a GMA proposal aimed at integrating climate change and resiliency planning into the comprehensive planning process. It would have provided planning funding for cities and a new, sustainable revenue incentive to address missing middle housing types.

Con: Declined to pass **HB 1117**, a GMA bill that would have integrated salmon recovery planning into the comprehensive planning process and provided planning funding for cities.

2022 Supplemental Budget Outcomes



Operating

- Additional BLEA classes
- Funding for Blake response
- New GMA/planning funding
- Utility assistance
- Housing assistance
- Additional cannabis revenue sharing



Transportation

- Complete streets funding
- Additional TIB funding
- Electrical vehicle infrastructure
- Safe routes to schools funding
- Expanded Transportation Benefit District sales & use tax authority
- PWAA sweep



Capital

- Housing funding
- Broadband
- CERB funds
- Additional Drinking Water Assistance Account funding
- Additional stormwater grants
- Weatherization for public buildings

Looking ahead to 2023

- **New mix of legislators**
- **Expected issues for cities**
 - **Public Works Assistance Account funding**
 - **Middle housing mandate**
 - ***Blake* response** – requesting data and feedback to inform future budget requests on impacts to cities and municipal courts.

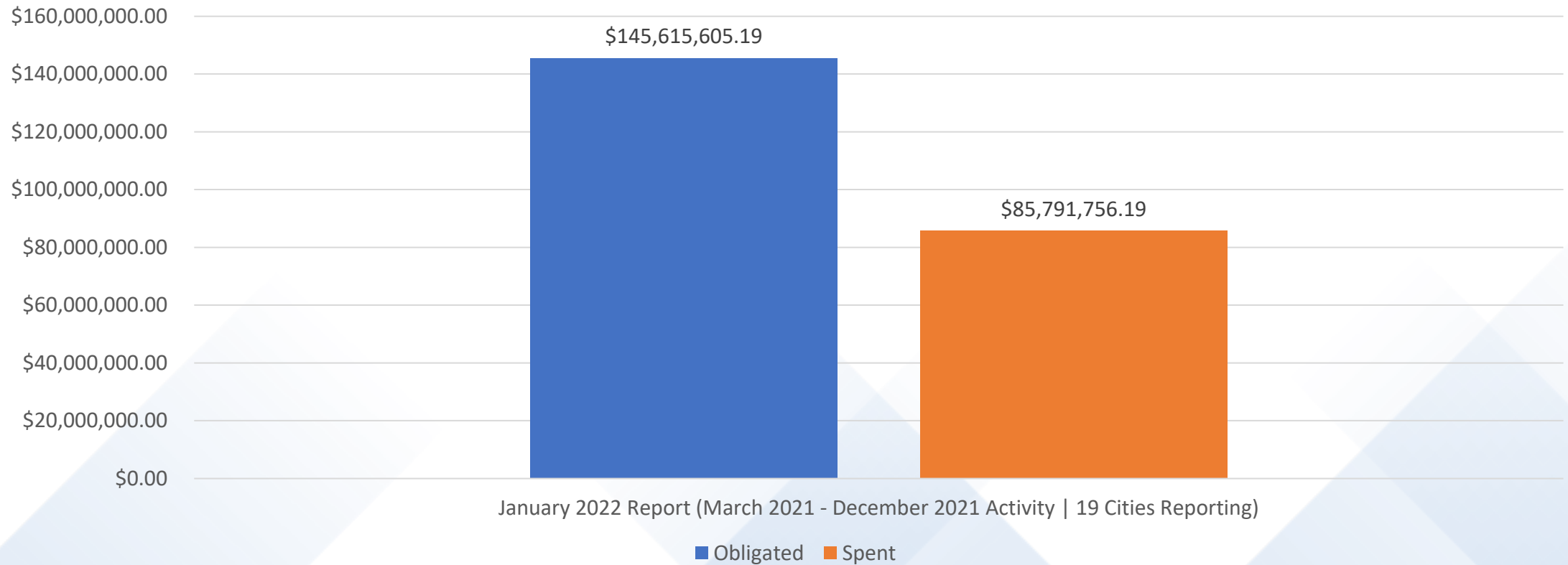
Quick Reminders

- Washington cities received more than \$1.1 billion
- Cities have received their second tranche of federal funds
- Cities submitted their first reports to Treasury this year
- Funds must be obligated by the end of 2024 and spent by the end of 2026
- Treasury Final Rule is published and in full effect

Final Rule – Revenue Replacement

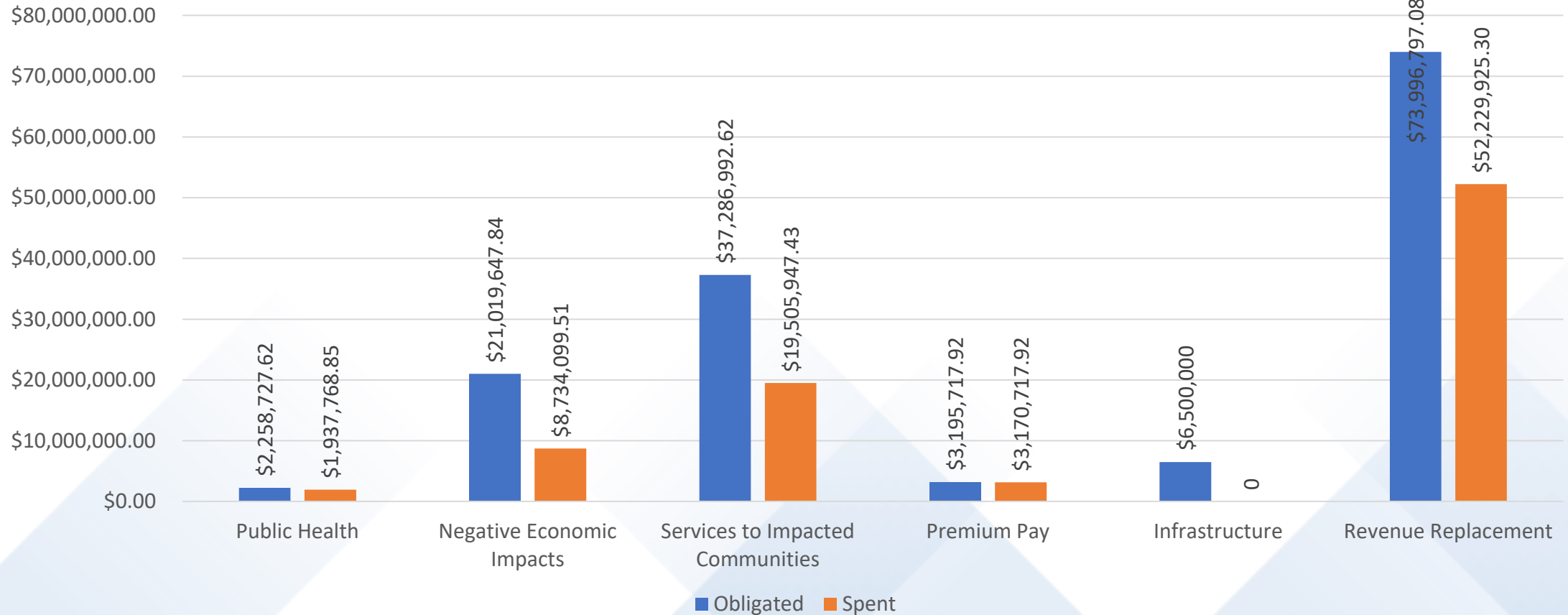
- \$10 million standard allowance for revenue replacement
- Allows cities to use funds for general government services as well as projects and programs approved under the Final Rule
- Revenue replacement funds allow for simpler and streamlined reporting requirements

How have cities spent funds?



Activity by category

January 2022 Report (March 2021 - December 2021 Activity | 19 Cities Reporting)



Project & Program Highlights

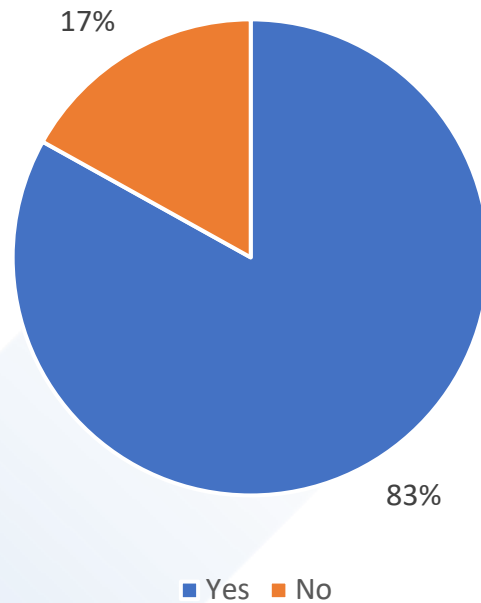
January 2022 Report (March 2021 - December 2021 Activity | 19 Cities Reporting)

- Spokane – Pop-up vaccination clinics
- Auburn – Utility payment assistance to 236 households
- Bremerton – Virtual courtroom upgrades
- Kent – Park for a park-deficient neighborhood
- Federal Way – Hazard pay for essential grocery workers
- Kennewick – Water, sewer, pavement expansion and improvements

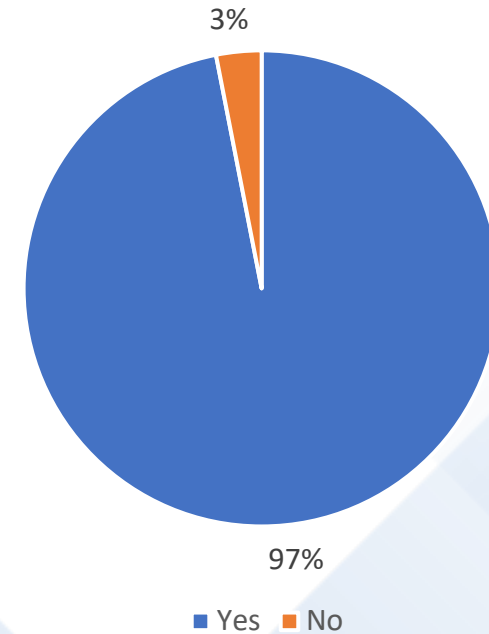
Spending Funds & Spending Plans

AWC Survey June 2022 (March 2021 – May 2022 Activity | 65 Cities Reporting)

Spent funds as of May 2022

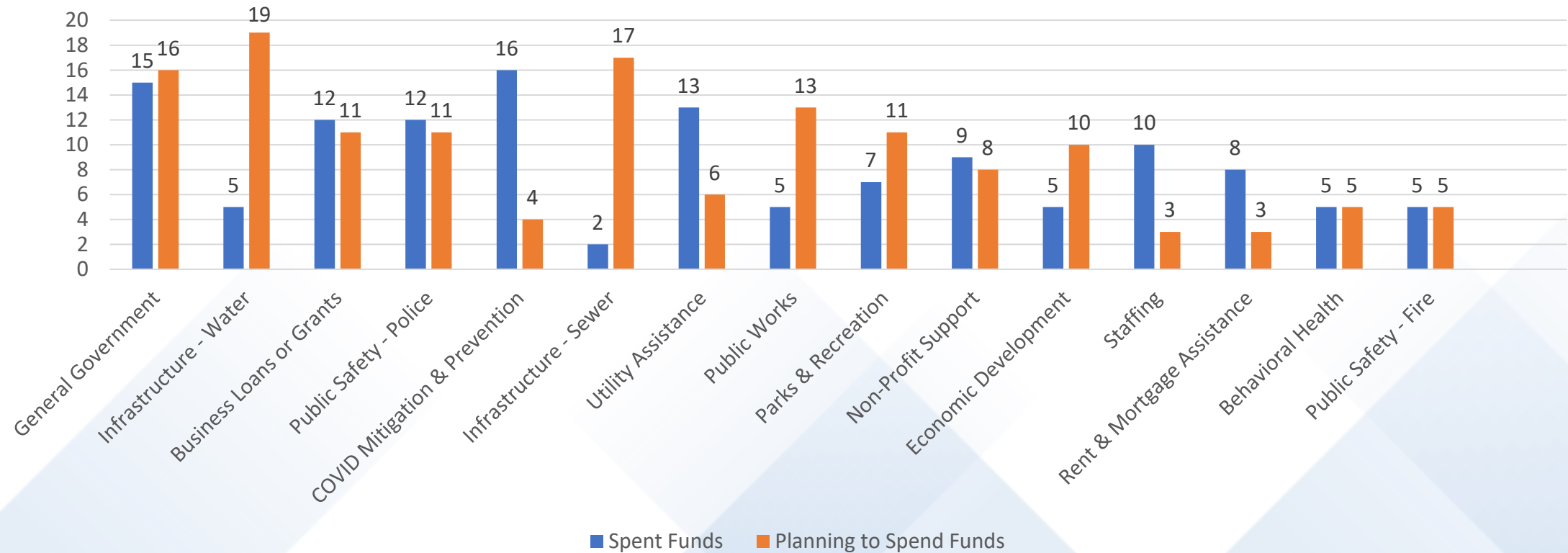


Have or developing a spending plan



Top Spending Categories

AWC Survey June 2022 (March 2021 – May 2022 Activity | 65 Cities Reporting)



ARPA City Highlights

AWC Survey June 2022 (March 2021 – May 2022 Activity | 65 Cities Reporting)

- Tacoma, Lakewood, Pierce County: Purchase and converted hotel to temporary shelter
- Kenmore: Provided direct cash assistance to residents
- Port Angeles: Invested in preserving local housing stock
- Walla Walla: Improving local senior center
- Edmonds: Local business support
- Waitsburg: Made historical investment in city sewer system

Some extra notes...

- AWC's 2022 Salary & Benefits Survey data will be available soon
- AWC is wrapping up data collection on the biennial 2022 Tax & User Fees Survey (TUFS) data should be available in September
- AWC's annual City Conditions Survey was just sent out
- AWC's annual Municipal Budgeting & Fiscal Management Workshop is back in Leavenworth August 18-19

Government Relations team

Candice Bock

Director

(360) 951-5390

Issue areas – Economic development; federal; finance; human resources, labor relations & pensions; open government

Carl Schroeder

Deputy Director

(360) 485-7604

Issue areas – Environment & natural resources; housing & homelessness; land use & planning; Building codes

Vacant

Government Relations Advocate

Issue areas – Cannabis; emergency management & cybersecurity; general government; human services & behavioral health; liability; open government; public safety & criminal justice

Brandy DeLange

Government Relations Advocate

(360) 515-8360

Issue areas – Public works & infrastructure; telecommunications; transportation; utilities & energy

Tonna Siegler

Government Relations Assistant

Brianna Morin

Legislative Policy Analyst

Issue areas – Public works & infrastructure; telecommunications; transportation; utilities & energy

Matt Doumit

Legislative Policy Analyst

Issue areas – Human resources; labor relations; pensions

Vacant

Legislative Policy Analyst

Issue areas – Cannabis; economic development; emergency management & cybersecurity; general government; human services & behavioral health; liability; open government; public safety & criminal justice

Shannon McClelland

Legislative Policy Analyst

Issue areas – Building codes; environment & natural resources; housing & homelessness; land use & planning

Sheila Gall

General Counsel

Issue areas – Municipal finance & taxes

Jacob Ewing

Special Project Coordinator

Issue area – American Rescue Plan Act (ARPA)



2022 Excise Tax Legislation

Local Government Partnership Meeting

Trice Konschuh, Tax Policy Specialist

Bills Passed – Excise Tax

ESHB 1643

Exempting a sale or transfer of real property for affordable housing to a nonprofit entity, housing authority, public corporation, county, or municipal corporation from the real estate excise tax

Bills Passed – Excise Tax

SHB 1703

Modernizing the statewide 911 emergency communications system

SSB 5528

Concerning the imposition of additive revenue sources within a regional transit authority area

Bills Passed – Excise Tax

E2SSB 5755

Authorizing certain cities to establish a limited sales and use tax incentive program to encourage redevelopment of vacant lands in urban areas

ESB 5901

Concerning economic development tax incentives for targeted counties

Bills Passed – Excise Tax

2ESSB 1988

Clean technology tax deferrals

EHB 1990

SR 167 and I-405 tax deferrals

HB 2024

SR 520 tax deferrals

Bills Passed

ESSB 5531

Concerning the revised uniform unclaimed property act

Questions?





2022 Property Tax Legislation

Local Government Partnership Meeting

Ryan Anderson, Tax Policy Specialist

Bills Passed – Property Tax

HB 206 I

Adding permanently affordable housing to the definition of public improvements

SB 5565

Allowing fire districts and regional fire authorities to carry out certain treasurer functions

Bills Passed – Property Tax

EHB 1982

Clarifying the applicability of penalty and interest on personal property taxes

ESHB 1629

Concerning a comprehensive study of aerial imaging technology uses for state agencies, special purpose districts, and local and tribal governments

Bills Passed – Property Tax

SB 5505

Reinstating a property tax exemption for property owned by certain nonprofit organizations where a portion of the property is used for the purpose of a farmers' market

SB 5713

Providing a property tax exemption for limited equity cooperative housing

Bills Passed – Property Tax

SSB 5910

Accelerating the availability and use of renewable hydrogen in Washington state

ESB 5849

Concerning tax incentives

Questions?





Unclaimed Property

Local Government Partnership Meeting

Joe Gisler, Unclaimed Property Claims & Outreach Manager, July 26, 2022

Agenda

- **What is unclaimed property?**
- **Unclaimed property law updates**
 - **Change in abandonment period**
 - **Due diligence change**
- **Retaining Property**
- **Webinars**

**UNCLAIMED
PROPERTY**

What is Unclaimed Property?

RCW 63.29

- Money or intangible property owed to an individual or business.
- Property is considered unclaimed after it is held for a period of time with no owner contact, and a good faith effort has been made to locate the owner.
- Due annually October 31



Examples of Unclaimed Property

- Court monies
- Trust accounts
- Utility deposits
- Debt service payments
- Unredeemed bonds and coupons
- Warrants
- Property tax overpayments/refunds
- Abandoned public transportation fare cards or passes
- Gift certificates

Revised Uniform Unclaimed Property Act (RUUPA)

- Engrossed Substitute Senate Bill 553 I was signed into law on March 30, 2022 and is effective January 1, 2023.
- RUUPA (ESSB 553 I) replaces our current unclaimed property law (RCW 63.29).



RUUPA Changes - Abandonment Period

- The abandonment period for public agencies has changed from 2 years to 1 year.
- Effective January 1, 2023
 - Reports due October 31, 2022, will remain at a 2-year abandonment period.
 - Reports due October 31, 2023, will change to a 1-year abandonment period. Because of the change, local governments will have two years' worth of property to report.

RUUPA Changes - Abandonment Period – cont.

Property Due Date	Property issued or last activity date
October 31, 2022	7/1/19 thru 6/30/20
October 31, 2023	7/1/20 thru 6/30/22
October 31, 2024	7/1/22 thru 6/30/23

RUUPA Changes – Due Diligence

- Current: Required to be sent if the property has a value of **more than \$75.00.**
- Starting January 1, 2023: Required to be sent if the value of the property is **\$75.00 or more.**
- Notices sent not more than 180 days and not less than 60 days before due date.



Retaining Property

- Local governments can report but retain funds for some types of property.
 - Although you have the option to retain the funds, there are advantages to remitting:
 - ✓ Indemnified for remitted property
 - ✓ Not responsible for refunds
 - ✓ Little-to-no research or contact with claimants
 - If you do retain funds, and refund an owner, you will need to notify us at WAUCPHolders@dor.wa.gov with the property details so we can remove it from our website.

Retaining Property – cont.

<u>Must Report and Remit</u>	<u>Must Report but may retain funds</u>
<ul style="list-style-type: none"> • Court monies • Trust accounts • Utility deposits • Debt service payments • Unredeemed bonds and coupons 	<ul style="list-style-type: none"> • Warrants • Property tax overpayments/refunds • Abandoned public transportation fare cards or passes <p><i>*If the last known address for these properties is in another state, you cannot retain funds.</i></p>

*Do not report any property with last known address in California. These must be reported directly to the State of California.

Reporting Webinars

- Reporting Webinars will be updated prior to reporting in 2023.
 - Sign up for virtual webinars or watch recorded ones.
 - ucp.dor.wa.gov

Date/Time	Location	Registration
Wed. Aug. 17, 2022, 9:00 AM - 11:00 AM	Zoom	Register
Wed. Sept. 14, 2022, 9:00 AM - 11:00 AM	Zoom	Register
Thurs. Oct. 13, 2022, 9:00 AM - 11:00 AM	Zoom	Register

Go to claimyourcash.org



The screenshot shows the homepage of the Washington Unclaimed Property Website. At the top left is the Department of Revenue logo. To the right are three navigation links: 'Claiming Property', 'Reporting Property', and 'About'. The main content area features a large image of a man holding a puppy. To the right of the image is the headline 'WHAT WOULD YOU DO WITH FOUND MONEY?' and the sub-headline 'It's quick, safe, and simple to find yours.' On the far right, a yellow box contains the text 'We've returned more than \$1,223,261,979 that people forgot or didn't know existed!' and a 'Find yours' button. At the bottom, a light blue box contains a notice about Senate Bill 5531 and a link to 'GovDelivery'.

Department of Revenue
Washington State

Claiming Property | Reporting Property | About

WHAT WOULD YOU DO WITH FOUND MONEY?
It's quick, safe, and simple to find yours.

We've returned more than
\$1,223,261,979
that people forgot or didn't know existed!

[Find yours](#)

If you have received a postcard, please click on **Search** above and enter the name **or** Property ID listed on the postcard.

[Engrossed Substitute Senate Bill 5531](#) was signed into law on March 30, 2022 and is effective January 1, 2023. We are currently reviewing the impact to Holders. Please check here for the latest information as it becomes available. Also, be sure to sign up for [GovDelivery](#) to receive email notifications regarding any changes.

Welcome To The Washington Unclaimed Property Website

Questions?



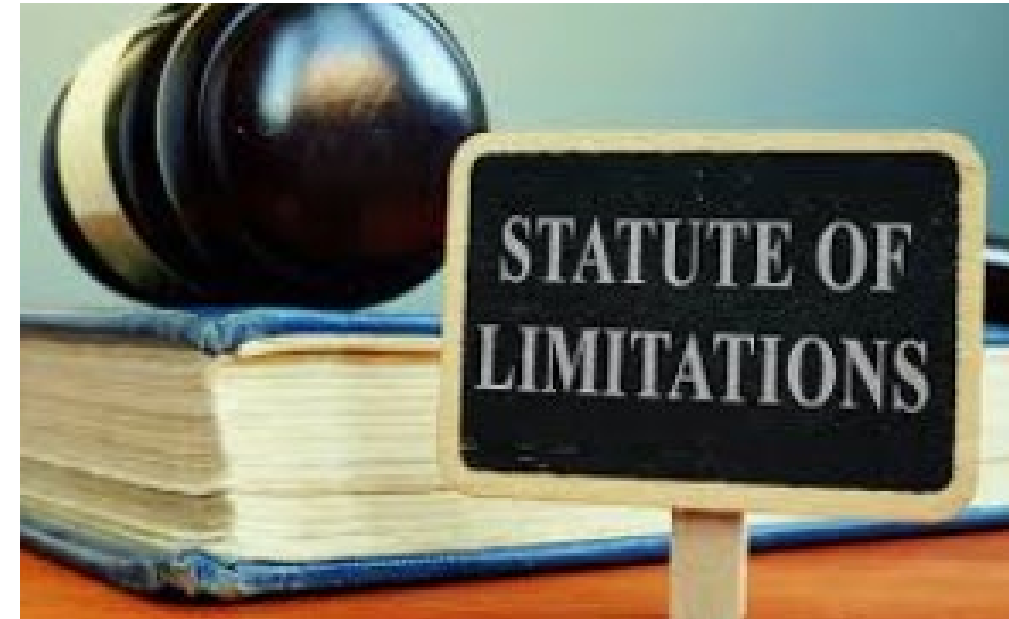


Property Tax Levies

Diann Locke, Levies and Appeals Specialist, July 26, 2022

Property tax regular levy limitations

- Levy Limit (aka 1% growth limit)
 - chapter 84.55 RCW
- Statutory maximum rate limit
 - RCW 84.52.043
- Certified levy request amount
 - RCW 84.52.070
- Authorized increased over prior year
 - RCW 84.55.120
- Aggregate limits, \$5.90 and Const. 1%
 - RCW 84.52.043 and RCW 84.52.010



Taxing District Budgeting Process

Certification of budget or estimates of revenue from property taxation to the county legislative authority (RCW 84.52.020)

- Include – Total levy request amount for each levy and any reference to earmarked levy funds, i.e. refund levy, non-voted bond debt
- Deadline – November 30

Resolution or ordinance authorizing an increase in the district's property tax for regular levies (RCW 84.55.120)

- Must be in a separate document, include dollar and percentage of increase
- Deadline – No statutory deadline, but complete as soon as possible



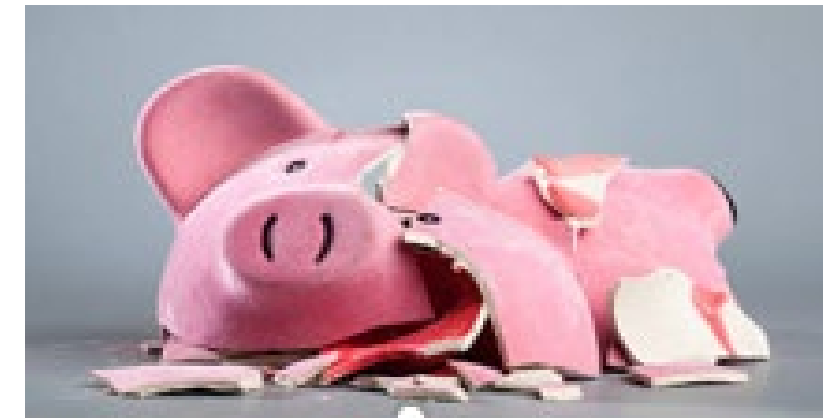
Taxing District Budgeting Process, cont'd

Resolution/Ordinance Authorizing an Increase Sample Calculation					
Highest lawful levy since 1985	\$250,000	*	101%	=	\$252,500
Prior year's levy					\$218,000
Difference is dollar increase					\$ 34,500
Percentage of increase					15.825688%
Certified levy request amount (this includes amounts for new construction & other allowable increases)					\$260,000



The mysterious banked levy capacity and how can it be used?

Resolution/Ordinance Authorizing an Increase Sample Calculation					
Highest lawful levy since 1985	\$250,000	*	101%	=	\$252,500
Prior year's levy					\$218,000
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Percentage of increase					15.825688%
Certified levy request amount (this includes amounts for new construction & other allowable increases)					\$260,000



Levy lid lifts

With voter approval bypass the 1% growth lid

- Single year or up to 6 years
- Majority voter approval required

Conditions:

- Limit purpose or time of increase
- Permanent increase
- Cities & counties only – Provide for an exemption under RCW 84.36.381

Voter approved lid lifts DO NOT set a permanent levy rate. It sets a maximum rate for the first year of the lid lift and could set a limit factor for five more years greater than 1%.



RCW 84.55.050

Excess levies – RCW 84.52.052

Requires majority or super majority voter approval

Single year levies except for school and fire districts or bond levies



www.dor.wa.gov

- Publications by subject – Property Tax
 - Levy Manual
 - Ballot Measure Requirements for Voted Property Tax Levies
 - Special Notices
 - Property Tax Advisories
- Forms by subject – Property Tax Forms – Levy Forms
- Diann Locke, diannl@dor.wa.gov or 360-534-1427
- Your county assessor



RESOURCES



Business Licensing Service (BLS) Partnership Update

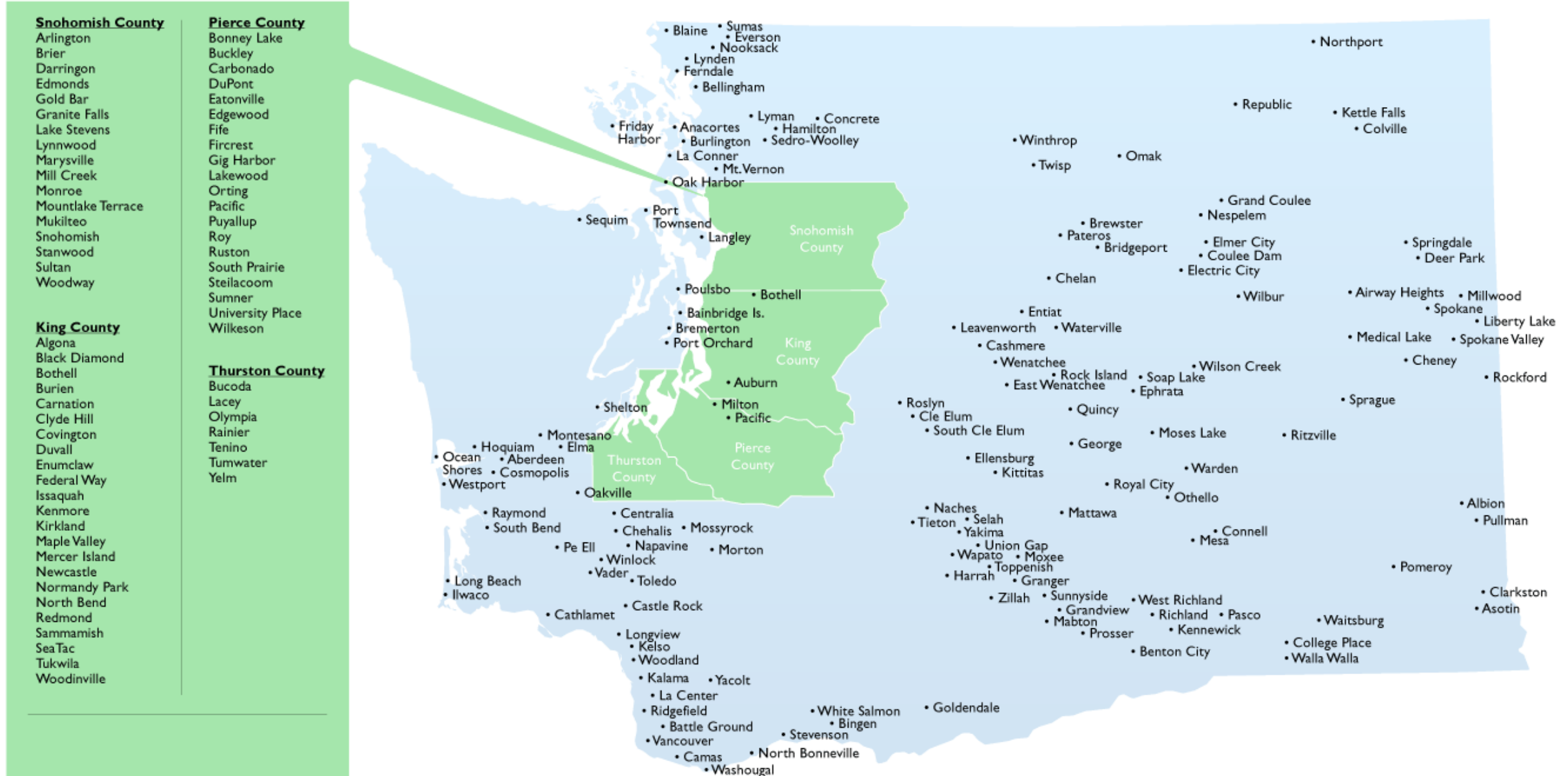
Eric Jones

July 2022

Cities joining in 2022



216 BLS city partners as of December 8, 2022



Local partnerships complete

- **RCW 35.90.020**
 - All cities with general license will have a combined license solution
 - About 50 cities don't license
 - 10 cities use a service other than Revenue's BLS



Expedited system access



Keep your ATLAS access



My DOR

Secure access to Washington State Dept. of Revenue's tax and business licensing services

Use your Secure Access Washington (SAW) user ID and password. [What is SAW?](#)

SAW User ID

JoeTax@dor.wa.gov

[Forgot?](#)

Password

.....

[Forgot?](#)

Show Password

Log in

[New user? Sign up](#)

[Not sure? Check if you have one](#)

Secure Services

- File a tax return
- Get or renew a business license
- Access a reseller permit
- Request a tax status letter
- Access secure messages
- More services
 - Express file a no business return
 - Pay a bill
- File a consumer use tax return

Have **NO** business
to report?
Express file
No login required.

Need to report your
**Paid Family & Medical
Leave (PFML)?**

[Go to paidleave.wa.gov](#)

ClaimYourCash
Unclaimed Property

Visit [ucp.dor.wa.gov](#):

- Search for unclaimed property
- File an unclaimed property report





Update your websites and forms

- **House Bill 1210**
 - “Cannabis” replaces “marijuana”
 - Effective June 9 at DOR
 - Technical change only
 - <https://lcb.wa.gov> for more info




Update your websites and forms

 **Seattle** |  English ▾

Business Regulations

Department of Finance and Administrative Services - Calvin W. Goings, Director

[All Business Types](#) [Taxis, For-Hires & TNCs](#) **[Cannabis Businesses](#)** [Short-Term Rentals](#)

 > [Home](#) ▾

Public Counters
Reopening

Alarm system
monitoring

**Cannabis Retailers, Processors
and Producers**

Peace officers & local license data

- RCW 19.02.115 updated by Senate Bill 5800, Sec. 2
- Peace officers are permitted to review local licensing data
- Technical change to support municipal code compliance work



Training



Communication



Partnership Newsletter - Quarterly

July 2022



Partner Newsletter

News for agency and local BLS Partners

Brought to you by BLS Partnership Services

In this issue:

- ◆ System changes in ATLAS
- ◆ Fee updates due soon
- ◆ BLS adding 10 partners by year-end
- ◆ Tips, Tricks & Timesavers
- ◆ Better know a BLS partner
- ◆ Meet at PST staff member

Need to know news

BLS strives to give partners the latest news about system and process changes that may affect licensing work.

Notable system changes

- On June 9 per 2SHB 1210, the term marijuana was replaced with cannabis throughout ATLAS and Revenue materials.
- On August 1, the North American Industry Classification System (NAICS) codes, which identify a company's primary business activity, will be updated from 2017 to 2022 NAICS



BLS Partner Post delivery



The BLS Partner Post

Timely updates for Washington state's business licensing partners.

Thursday, July 7, 2022

July-August 2022 Update

Local government meeting is July 26

Get ready to join the annual Local Government Partnership meeting. The online-only meeting is Revenue's annual outreach to local government representatives.

This year's agenda features state economic forecast news and a presentation about the American Rescue Plan approved in 2021 to provide relief to municipal governments.

The meeting starts at 8:30 a.m. on Tuesday, July 26. Register now.



Revenue's annual meeting for cities, towns, and counties takes place on Zoom on July 26.

Search BLS Partner Post

Blog Archive

BLS Partner Post



 BLS Partnership

Olympia, WA, United States

Updated mailing list

The screenshot shows the Washington State Department of Revenue website. At the top right, there are links for 'Laws & rules', 'Careers', 'Contact', 'About', and a 'Log in' button. A search bar contains the text 'Search dor.wa.gov'. Below this is a dark blue navigation bar with links: 'Home', 'Open a business', 'Manage a business', 'Taxes & rates', 'File & pay taxes', 'Education', and 'Forms & publications'. The main content area features three light blue boxes with icons and titles: 'Businesses' (briefcase icon), 'Tax professionals' (person icon), and 'General public' (group of people icon). Each box lists several services and a 'More...' link. At the bottom, a dark grey footer contains a grid of links organized by category: Home, Open a business, Taxes & rates, File & pay taxes, Education, and Forms & publications. The 'Join our mailing lists' link under the 'Home' category is circled in red.

Updated mailing list

Department of
Revenue
Washington State

Sign Up for Email or SMS Notifications!

Get the latest news and updates from the Washington State Department of Revenue. You will be automatically subscribed to receive our General Information updates. You can select additional topics below.

Email or phone *

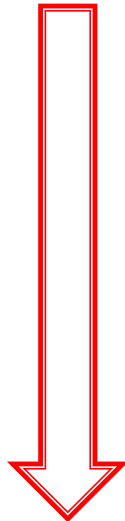
360-705-6777

Filing reminders

- Filing reminders: Monthly filers
- Filing reminders: Quarterly filers
- Filing reminders: Annual filers

General information

- Sales tax rate changes
- News releases
- Location services (GIS) system notifications
- Mobile app: Tax rate lookup
- Cigarette and tobacco
- Vapor and ENDS



govDELIVERY 

Agency partners

- BLS agency partners
- BLS city/town partners
- Local government partnership
- Location services (GIS) system notifications

System change requests



Department of Revenue
Business Licensing Service (BLS)
Partnership Services
PO Box 47475
Olympia, WA 98504-7475
Dorblspartner@dor.wa.gov
360.705.6777

BLS USE	
PCR # <input type="text"/>	Date received <input type="text"/>

BLS Partner Change Request

 [Reset This Form](#)

Subject to review and acceptance by BLS

Name of Local Government or State Agency Licensing Program Submitting Request: <input type="text"/>			
Contact Person Name: <input type="text"/>	Title: <input type="text"/>	Phone: <input type="text"/>	Email: <input type="text"/>
This request is for <i>(mark all that apply)</i> : <input type="text"/>			

BLS Customer Support

- **Business Licensing Call Center**
 - 360-705-6741 & bls@dor.wa.gov
- **Licensing Operations**
 - 360-705-6744 & faxbls@dor.wa.gov
- **12 offices statewide**
 - dor.wa.gov



Partner Contact

BLS Partnership Services
(360) 705-6777

dorblspartner@dor.wa.gov



Questions?

