#### City of SeaTac

Council Study Session September 13, 2016



# Proposed Revisions to Chapter 5.05 - Business Licenses and Regulations

#### Review Summary

- Council Study Session, 7/26/16
- Administration and Finance Committee, 8/1/16
- Administration and Finance Committee, 8/15/16

#### 5.05.060 Non-Profit Organization.

- A. Non-profit organizations recognized by the State of Washington and Federal Government as a 501(c)(3) organization, with proper documentation (e.g. IRS Determination Letter or IRS Affirmation Letter), are exempted from the requirement to pay fees associated with the issuance of a business license as required by this chapter. However, non-profit organizations are still required to apply for and obtain a valid business license and comply with all other provisions of this chapter.
- B. Failure to register a non-profit organization with the City will result in a late penalty as established by the City's Schedule of License Fees, Permit Fees, Other Fees and Charges for City Services.

### Revisions Based on Administration and Finance Committee Input

- ➤ License Expires April 1
- ☐ Delinquent as of May 1
- ☐ Delinquent as June 1st
- ☐ Delinquent as July 1st
- > 30 day grace period was removed
- > Streamlined timeline

Delinquent as of May 1

- > 30 day penalty letter mailed to the licensee
- > Pay business license fee
- > A late penalty will be assessed

Delinquent as of June 1

- ➤ Notify licensee by certified mail they have 30 days to obtain a business license or will be issued a "Notice of Infraction"
- > Pay business license fee plus a late penalty
- > Pay all accrued penalties

Delinquent as of July 1

- > Pall all accrued late penalties
- ➤ "Notice of Infraction" issued per SMC 1.15.065
- Subject to a hearing before the Municipal Judge per SMC 1.15.075
- ➤ A fine levied by the Municipal Judge up to \$250.00

#### Additional Revisions (Cont.)

- Charitable Organizations was deleted from the former section "II. County Provisions Adopted by Reference", but re-inserted in 5.05.220.
- Charitable Organizations is cross referenced in a different area of the Municipal Code under 5.10.030(B) (SMC 5.10 - Solicitors and Canvassers)

#### Potential Council Actions

- 1. Adopt the Ordinance (Recommended)
- 2. Modify the Ordinance before adoption
- 3. Do not adopt the Ordinance

#### Questions?

