## **ORDINANCE NO. 400**

AN ORDINANCE OF THE CITY OF SHORELINE, WASHINGTON, REDUCING THE CITY GAMBLING TAX ON SOCIAL CARD ROOMS TO 10% OF GROSS RECEIPTS AFTER SEPTEMBER 30, 2005; AND AMENDING SHORELINE MUNICIPAL CODE 3.30.020.

WHEREAS, the City Council adopted a six-month reduction in the gambling tax on social card rooms from 11% to 10% after receiving requests from Shoreline card room operators during preparation of the 2005 budget; and

WHEREAS, City staff conducted a study to investigate the operators' claim that a tax rate of 11% threatens the continued profitability of operating licensed card rooms; and

WHEREAS, the Council finds there is a sufficient showing that a return to an 11% tax rate may result in unprofitable operations in the City and the gambling tax rate should be retained at 10% beyond the automatic termination date of September 30 established in Ordinance No. 375; NOW, THEREFORE,

## THE CITY COUNCIL OF THE CITY OF SHORELINE, WASHINGTON, DO ORDAIN AS FOLLOWS:

**Section 1.** Amendment. Section 2 of Ordinance No. 375, "Amendment in Effect After September 30, 2005," and Shoreline Municipal Code 3.30.020 are amended to read as follows:

3.30.020 Imposed.

Pursuant to RCW 9.46.110 as the same now exists or may hereafter be amended, there is levied upon all persons, associations or organizations a tax on all gambling activities occurring within the city as permitted by state law at the following rates:

- ... [A- C unchanged]
- D. All social card game rooms licensed under the provisions of RCW 9.46.0311 and 9.46.0325 at a rate equal to 11–10 percent of the annual gross receipts exceeding \$10,000.

Section 2. Publication, Effective Date. A summary of this ordinance consisting of its title shall be published in the official newspaper of the City. This ordinance shall take effect and be in full force five days after passage and publication.

PASSED BY THE CITY COUNCIL ON September 19, 2005.

Mayor Ronald B. Hansen

ATTEST:

APPROVED AS TO FORM:

Scott Passey City Clerk

Ian Sievers City Attorney

Date of Publication:

September 22, 2005 September 27, 2005

Effective Date: