



Local Solid Waste Customer Excise Tax

City of Tacoma | Finance
Government Performance and Finance Committee
March 7, 2023



OVERVIEW



TMC 6A.130 – Local Solid Waste Excise Tax

- Requires solid waste businesses to collect 6% customer tax based on solid waste charges
- Proposal to exempt private disposal service facilities from collecting the tax

●●● BACKGROUND



- Passed by Council in December 2022
- Effective date April 1, 2023

3

●●● ISSUES



- 6A.130 exempts City's disposal service facility from collecting tax from customers
- Same exemption is not offered to private disposal service facilities
- Mix of customers at facilities – some of whom will have collected the tax and some not

4

PROPOSED REVISIONS



Chapter 6A.130 Local Solid Waste Customer Excise Tax

- Amends Section 6A.130.020 Definitions
 - Adds new definition of “private disposal services facility”
 - Moves public disposal services facility to exemption section
- Amends Section 6A.130.040 Exemptions
 - Creates new exemption for both public and private disposal services facilities
- Other misc. clean-up of language throughout chapter

5

RECOMMENDATIONS



Staff recommends the committee forward the amendments to TMC Chapter 6A.130 – Local Solid Waste Customer Excise Tax to City Council for consideration and approval

6

●●● NEXT STEPS



- City Council First Reading - March 21, 2023
- City Council Second Reading - March 28, 2023
- Effective Date - April 1, 2023

7



Local Solid Waste Customer Excise Tax

City of Tacoma | Finance
Government Performance and Finance Committee
March 7, 2023