

RESOLUTION NO. 17

A RESOLUTION ADOPTING AN INTERPRETATION
OF CERTAIN PROVISIONS CONTAINED IN OR-
DINANCE NO. 129 AS AMENDED BY ORDINANCE
NO. 130.

WHEREAS, pursuant to the powers bestowed upon municipal corporations by the constitution and the statutes of the State of Washington the Town of Gig Harbor has duly caused an Ordinance to be passed placing a utility tax upon certain utilities operating within the town limits of Gig Harbor, and

WHEREAS, following passage of said Ordinance certain questions were submitted to the Town Council concerning the interpretation of provisions contained within said Ordinance, in particular questions as to the intent of the Council concerning exactly what revenue was to be taxed, whether long distance charges were to be taxed, whether uncollectable money was to be taxed, and whether utilities subject to Ordinance No. 129 were to base there tax upon preceding experiences or current business experiences having to do with the amount of revenue they are receiving subject to said tax, and

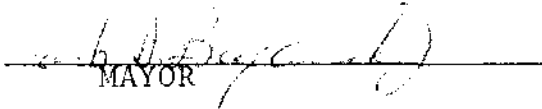
WHEREAS, the Council has chosen to answer said questions in the form of a resolution adopting an interpretation that will follow said Ordinance until such time it is amended, NOW, THEREFORE,

BE IT RESOLVED by the Town Council of the Town of Gig Harbor, that Ordinance No. 129 as amended by Ordinance No. 130 an Ordinance relating to and providing for, a license or occupations tax upon certain businesses, occupations, pursuits, and privileges; defining offenses and providing penalties shall be interpreted to provide in part that gross revenue subject to said tax will be those derived

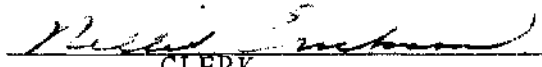
from services rendered within the corporate limits of the Town of Gig Harbor. Excluded from gross revenue will be uncollectable revenue. As to telephone revenues it is not contemplated within this Ordinance that revenues derived from long distance charges will be taxed. A particular utility may choose their gross revenue of the year previous to the adopting of this Ordinance if it is convenient to them for the purpose of reporting present tax obligations; however, this would have to be amended according to current experiences at a time that the utility company is able to prepare a report based upon current experiences. If the utility prefers, they may base their report upon current expenses and the Town will endeavor to work with said utilities in all matters on a reasonable basis.

BE IT FURTHER RESOLVED that these interpretations will follow said Ordinance No. 129 as amended by Ordinance No. 130 until such time as the same is amended.

PASSED BY THE TOWN COUNCIL February 24 , 1970.


MAYOR

ATTEST:


CLERK