

Cultural Access Washington Program 2015 Legislation Summary as of January 12, 2015

Purpose

- To allow creation of a program that will have public and educational benefits and provide economic support for cultural organizations throughout the state
- Create the potential to address our community's diminished access to cultural experiences and/or education programs for K-12 students in public schools
- Cultural organizations could include: heritage facilities, children's museums, science centers, fine arts, zoos, aquariums, theaters, art museums, performing arts
- Examples of what the funding could be used for:
 - o reduced or free admission
 - o providing education experiences at an organization's facilities or in the schools
 - o opportunities to diverse and underserved populations and communities
 - o creating experiences outside an organization's own facilities
 - increased public access through technology
 - o building capacity of community based organizations

Vote of the people

- Initial imposition of funding mechanism requires approval by a majority of voters in the jurisdiction
- Tax expires after 7 years unless reauthorized by a vote of the people
- Modeled after a successful program in Colorado, which first passed in 1989 and has overwhelmingly been reauthorized by voters since

Funding Sources

- Enables a county to propose to voters a slight increase in the sales tax or property tax which is dedicated to support a cultural access program
- This legislation does not impose a new tax, it simply enables a county to create the program and the people decide if they choose to fund it or not
 - County may decide which form of funding mechanism to impose
 - Counties may form a program under an interlocal agreement
 - Funds may not replace or materially diminish any funding usually or customarily provided by the state for state-related cultural organizations



Limitations on funding mechanism

- Sales tax increase is capped to 0.1%
- Property tax is limited to an amount that equals the same amount that an incremental 0.1% sales tax would collect
- Property tax increase is subject to reduction if total of property taxes would otherwise exceed statutory limits

City Cultural Access Program

- A city can create a cultural access program subject to same limitations as a county, if:
 - o the relevant county declines its authority to create a program by resolution or
 - o the county does not place a proposition before the people by June 30, 2017

Use of funds

- Counties are given broad discretion to define programs, but they must include a Public School Access Program (e.g. access, transportation, coordination with curricula)
- Funding allocation rules for large counties for counties with 1.5 million population or greater
 - Pay start-up fees and admin costs (up to 1.25% per year for admin costs) of "designated entity" responsible for grants & compliance
 - o 10% of remaining funds for **public school access program**
 - 75% of remainder to regional cultural organizations located in the county ("substantial" with broad-based membership and minimum annual revenues)
 - Ranking formula (attendance and revenue components)
 - Support capped at 15% of annual revenues
 - Restriction against capital expenditures
 - Must participate in public school access program
 - Remaining funds to "designated public agency," responsible for grants to "communitybased cultural organizations" (funds can be used for capital expenditures, including real property acquisition)
- Funding allocation rules for counties with less than 1.5 million population
 - Pay start-up fees and admin costs (to be disclosed in ballot measure)
 - County sets percentage for Public School Access Program
 - Remainder to "designated entity" for distribution to cultural organizations per countyestablished guidelines (funds can be used for capital expenditures, including real property acquisition)

For any additional information or questions please contact:

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