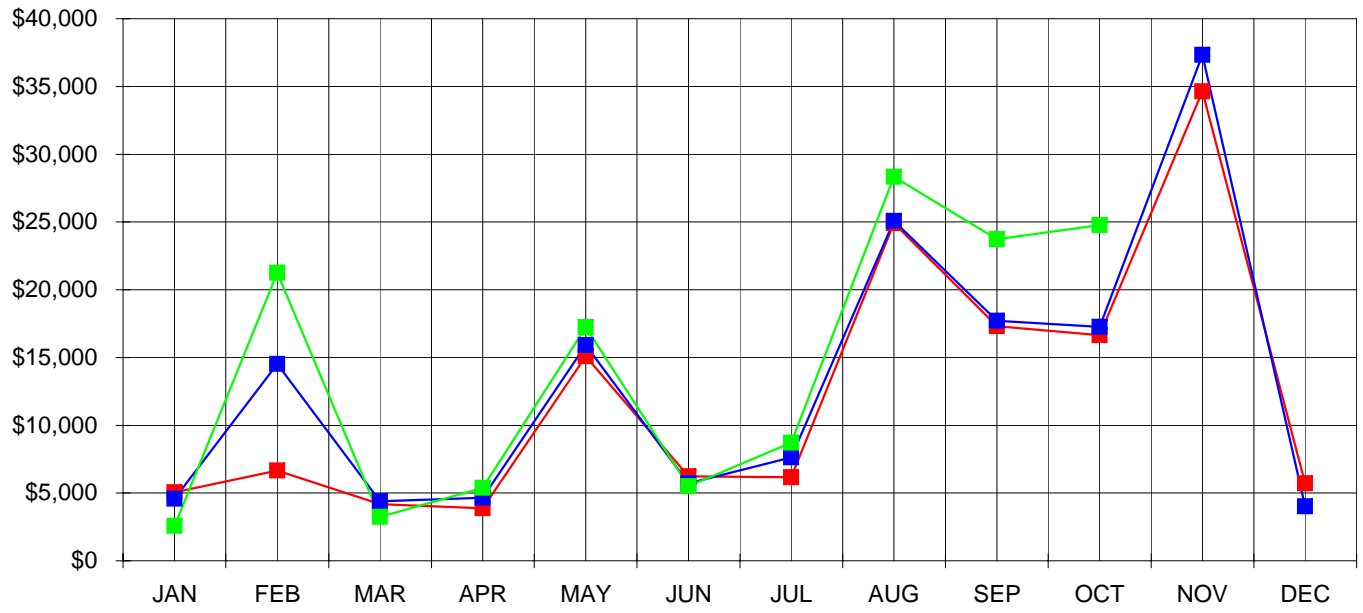


City of Sequim
Hotel/Motel Room Tax Collections 2006 thru 2008



| | ■ 2006 | ■ 2007 | ■ 2008 | VARIANCE |
|---------------|------------------|------------------|------------------|----------|
| JAN | \$5,048 | \$4,575 | \$2,585 | -43.5% |
| FEB | 6,661 | 14,511 | 21,246 | 46.4% |
| MAR | 4,177 | 4,397 | 3,229 | -26.6% |
| APR | 3,868 | 4,641 | 5,390 | 16.1% |
| MAY | 15,099 | 15,921 | 17,228 | 8.2% |
| JUN | 6,242 | 5,707 | 5,504 | -3.6% |
| JUL | 6,164 | 7,620 | 8,708 | 14.3% |
| AUG | 24,923 | 25,079 | 28,331 | 13.0% |
| SEP | 17,307 | 17,714 | 23,742 | 34.0% |
| OCT | 16,638 | 17,264 | 24,764 | 43.4% |
| NOV | 34,650 | 37,338 | 37,338 | |
| DEC | 5,717 | 4,004 | 4,004 | |
| Totals | \$146,493 | \$158,771 | \$140,726 | |

Hotel/Motel room taxes received by the City in October, are for August sales, reported on returns filed by the Lodging Establishments in September for distribution to the City in October.

Hotel/Motel taxes received in 2008 are approximately 33% higher than received in 2006, and approx. 20% higher than received in 2007.

The City of Sequim receives a 4% tax on hotel/motel room charges within the City of Sequim city limits. The lodging establishments take 1/2 of this as a credit against the State's portion of the 8.4% sales tax collected in the City, and therefore the total retail tax collected and paid to the State is 2% higher than other retailers collect and pay.

The City has received \$140,726 in Hotel/Motel rooms tax revenue in 2008, which is based on \$3,518,200 in taxable room sales within the City limits of Sequim.