

Aly Pennucci
Finance and Housing Committee
Date: July 8, 2021
Version: 1

Amendment 1 to CB 120118 - JumpStart Payroll Expense Tax Fund ORD

Sponsor: Chair Mosqueda

Direct five percent of payroll tax revenue for administration directly to the general fund

Amend Section 1 of CB 120018 as follows:

Section 1. A new JumpStart Payroll Expense Tax Fund (“JumpStart Fund”) is created in the City Treasury effective January 1, 2022, to which proceeds remitted to The City of Seattle (“City”) from revenues collected from the Payroll Expense Tax imposed under Chapter 5.38 of the Seattle Municipal Code, except for the revenues to support the expenditures in subsection 5.38.055.B.1, must be deposited, and from which expenditures may be paid for purposes described in Section 5.38.055 of the Seattle Municipal Code as added by this ordinance. The purpose of creating the JumpStart Fund is to separately account for revenues received from the tax and expended by City departments. The Fund shall receive earnings on its positive balances and pay interest on its negative balances. Revenues from the Payroll Expense Tax needed to support the expenditures in subsection 5.38.055.B.1 may be deposited into the General Fund.

Effect: The budget office indicated that directing the five percent for administration directly to the general fund, and not depositing that amount into the proposed JumpStart fund, would help mitigate some of the administrative burden in implementing this fund. This amendment allows for that.