

**Alternative Business License Tax Certificate Fee Structure
Affordable Housing, Neighborhoods and Finance Committee, July 20, 2016**

Mayor's Proposal: 5 Tiers

Range	Percent of Licenses	Number of Licenses	2016 License Amount	2017 Proposed License Amount	Estimated Revenue
< \$20,000	57.7%	43,478	\$55	\$80	\$3,478,240
\$20,000 to \$100,000	13.6%	10,240	\$110	\$160	\$1,638,400
\$100,000 to \$500,000	13.8%	10,435	\$110	\$240	\$2,504,400
\$500,000 to \$2,000,000	9.0%	6,769	\$110	\$320	\$2,166,080
> \$2,000,000	5.9%	4,445	\$110	\$580	\$2,578,100
	100.0%	75,367			\$12,365,220

Alternative Proposal for 2017: 4 Tiers, Holds 85% of All Businesses Harmless

Range	Percent of Licenses	Number of Licenses	2016 License Amount	2017 Proposed License Amount	Estimated Revenue
< \$20,000	57.7%	43,478	\$55	\$55	\$2,391,290
\$20,000 to \$500,000	27.4%	20,675	\$110	\$110	\$2,274,250
\$500,000 to \$2,000,000	9.0%	6,769	\$110	\$480	\$3,249,120
> \$2,000,000	5.9%	4,445	\$110	\$1,000	\$4,445,000
	100.0%	75,367			\$12,359,660

Alternative Proposal for 2018: Adds a 5th Tier, Holds 85% of All Businesses Harmless

Range	Percent of Licenses	Number of Licenses	2017 License Amount	2018 Proposed License Amount	Estimated Revenue
< \$20,000	57.7%	43,478	\$55	\$55	\$2,391,290
\$20,000 to \$500,000	27.4%	20,675	\$110	\$110	\$2,274,250
\$500,000 to \$2,000,000	9.0%	6,769	\$480	\$480	\$3,249,120
\$2,000,000 to \$4,999,999	3.1%	2,305	\$1,000	\$1,000	\$2,305,000
> \$5,000,000	2.8%	2,140	\$1,000	\$2,000	\$4,280,000
	100.0%	75,367			\$14,499,660

Alternative Proposal for 2019: Holds 85% of All Businesses Harmless, Raises Sufficient Revenue to Fund 80% of New Police Costs

Range	Percent of Licenses	Number of Licenses	2018 License Amount	2019 Proposed License Amount	Estimated Revenue
< \$20,000	57.7%	43,478	\$55	\$55	\$2,391,290
\$20,000 to \$500,000	27.4%	20,675	\$110	\$110	\$2,274,250
\$500,000 to \$2,000,000	9.0%	6,769	\$480	\$500	\$3,384,500
\$2,000,000 to \$4,999,999	3.1%	2,305	\$1,000	\$1,200	\$2,766,000
> \$5,000,000	2.8%	2,140	\$2,000	\$2,400	\$5,136,000
	100.0%	75,367			\$15,952,040

Alternative Proposal for 2020 and Each Year Thereafter: Make Inflationary Adjustments to Each Tier According to CPI-U