2017 - 2018 Seattle City Council Green Sheet

Ready for Notebook

No

Tab	Action	Option	Version
2	2	А	1

Budget Action Title:Pass C.B. ###### - Eliminate International Investment Management Services
Category for City Business & Occupation tax

Has Budget Proviso:

Ongoing: Yes

Has CIP Amendment: No

Primary Sponsor: Sawant, Kshama

Councilmembers:

Staff Analyst: Erik Sund

Council Bill or Resolution: TBD

Date		Total	SB	ТВ	LG	BH	LH	RJ	DJ	MO	KS
	Yes										
	No										
	Abstain										
	Absent										

Summary of Dollar Effect

See the following pages for detailed technical information

	2017 Increase (Decrease)	2018 Increase (Decrease)			
General Subfund					
General Subfund Revenues	\$2,000,000	\$2,100,000			
General Subfund Expenditures	<u>\$0</u>	<u>\$0</u>			
Net Balance Effect	\$2,000,000	\$2,100,000			
Total Budget Balance Effect	\$2,000,000	\$2,100,000			

Budget Action description:

This green sheet would approve passage of C.B. ######, which would eliminate the rate tier provided under the SMC 5.45.050(F) for international investment management services, effective January 1, 2017. This tier was established in 2009 by Ordinance 123099 and provides a tax rate of 0.153% of gross receipts for 2017, increasing to 0.155% for 2018 and beyond. If this tier were eliminated, businesses currently eligible for this rate would be captured by the "other business activity" tier, which provides a rate of 0.423% of gross receipts in 2017, increasing to 0.427% beginning January 1, 2018. This would generate an estimated \$2.0 million of additional GSF revenue in 2017 and \$2.1 million in 2018.

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Budget Action Transactions

Budget Action Title: Pass C.B. ###### - Eliminate International Investment Management Services Category for City Business & Occupation tax

#	Transaction Description	Position Title	Number of Positions	FTE	Dept	BCL or Revenue Source	Summit Code	Fund	Year	Revenue Amount	Expenditure Amount
1	Increase General Subfund revenues by \$2,000,000 in 2017				GSF	Business & Occupation Tax (100%)	416100	00100	2017	\$2,000,000	
2	Increase General Subfund revenues by \$2,100,000 in 2018				GSF	Business & Occupation Tax (100%)	416100	00100	2018	\$2,100,000	