

The following table shows the direct and indirect costs to regulate the marijuana industry in Seattle. The current license fee revenue is projected to cover less than 70% of the cost of regulation in 2016. The Mayor's proposed license fee increase will cover less than half of the cost, leaving tax payers to cover the rest.

For comparison, a license renewal fee in Portland is \$3,500 to \$4,975, and in Denver it is \$5,000.

Classifications	FTE's	2016	2017	2018	Comments
Licenses & Standards Inspector	2	192,628	219,848	226,596	fee supported including 2017 proposed increase
Admin Spec II-BU	1	75,054	81,106	83,688	fee supported including 2017 proposed increase
<b>Fee Supported</b>					
StratAdvsr2,Exempt (2017/2018 FAS-101)	1		144,801	149,122	GF supported
Manager 2	0.25	30,500	31,222	32,162	GF supported
Office Supplies and Computers (on-going)		12,750	12,750	12,750	GF supported
One-Time			4,000		GF supported
FAS Vehicle (one-time in 2016 and ongoing)		35,750	5,150	5,150	GF supported
Space costs		42,500	38,250	38,250	GF supported
<b>Total Direct Costs</b>		<b>389,182</b>	<b>537,127</b>	<b>547,718</b>	
<b>Overhead Costs</b>					
FAS Department Indirect Costs (including Seattle IT, FAS HR, Budget and Accounting, Director's Office)		52,000	72,250	72,250	GF supported
FAS RCCP Division Indirect Costs (including division management and admin support)		119,587	121,329	127,309	GF supported
<b>Total Cost</b>	<b>4.25</b>	<b>560,769</b>	<b>730,706</b>	<b>747,277</b>	