

2023 Seattle City Council Budget Action

Council Budget Action: Agenda

Tab	Action	Option	Version
FG	003	A	001-2023

Budget Action Title: Recognize November Forecast Update

Ongoing: Yes Has Budget Proviso: No

Has CIP Amendment: No Has Attachment: Yes

Primary Sponsor: Budget Committee

Council Members:

Staff Analyst: Tom Mikesell

Council Bill or Resolution:

Date		Total	LH	TM	KS	AP	DJ	DS	AL	BC	SN
	Yes	0									
	No	0									
	Abstain	0									
	Absent	0									

Summary of Dollar Effect

See the following pages for detailed technical information

	2023 Increase (Decrease)	2024 Increase (Decrease)
General Fund		
General Fund Revenues	\$(4,493,142)	\$(14,526,478)
General Fund Expenditures	\$0	\$0
Net Balance Effect	\$(4,493,142)	\$(14,526,478)
Other Funds		
Sweetened Beverage Tax Fund (00155)		
Revenues	\$(1,590,012)	\$(1,833,703)
Expenditures	\$0	\$0
Net Balance Effect	\$(1,590,012)	\$(1,833,703)
Short-Term Rental Tax Fund (12200)		
Revenues	\$114,856	\$127,241
Expenditures	\$0	\$0
Net Balance Effect	\$114,856	\$127,241
Transportation Fund (13000)		
Revenues	\$(1,079,554)	\$(2,077,413)
Expenditures	\$0	\$0

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Net Balance Effect	\$(1,079,554)	\$(2,077,413)
Transportation Benefit District Fund (19900)		
Revenues	\$ (659,238)	\$ (990,321)
Expenditures	\$ 0	\$ 0
Net Balance Effect	\$(659,238)	\$(990,321)
REET I Capital Fund (30010)		
Revenues	\$ (13,517,729)	\$ (13,005,358)
Expenditures	\$ 0	\$ 0
Net Balance Effect	\$(13,517,729)	\$(13,005,358)
REET II Capital Fund (30020)		
Revenues	\$ (13,517,729)	\$ (13,005,358)
Expenditures	\$ 0	\$ 0
Net Balance Effect	\$(13,517,729)	\$(13,005,358)
Total Budget Balance Effect	\$(34,742,548)	\$(45,311,390)

Budget Action Description:

This Council Budget Action (CBA) would recognize the results from the Office of Economic and Revenue Forecasts (OERF)/City Budget Office (CBO) November 2022 forecast update. In August of each year, Council receives a revenue forecast that is used for the Mayor's budget proposal, followed by a November update. Details on the 2023 and 2024 revenue forecast updates are listed below by fund:

- General Fund (00100): This change reduces General Fund (GF) revenues by \$4.5 million in 2023 and \$14.5 million in 2024 due to decreases in Property Tax, Retail Sales Tax, and Business and Occupation Tax that are only partially offset by increases in parking meter revenues and interest income.
- Transportation Fund (13000): This change decreases Transportation Fund revenues by \$1.1 million in 2023 and \$2.1 million in 2024 due to decreases in Commercial Parking Taxes.
- Sweetened Beverage Tax Fund (00155): This change reduces revenues by \$1.6 million in 2023 and \$1.8 million in 2024, due to decreases in the Sweetened Beverage Tax.
- Transportation Benefit District (TBD) Fund (19900): This change reduces revenues by \$660 thousand in 2023 and \$990 thousand in 2024, due to decreases in TBD Sales Taxes.
- Short Term Rental Tax Fund (12200): The November forecast increased Short Term Rental Tax revenues by \$115 thousand in 2023 and \$127 thousand in 2024.
- Real Estate Excise Taxes (REET) (30010 and 30020): Finally, this change decreases total REET revenues by \$27 million in 2023 and \$26 million in 2024. These decreases, due to projected lower volumes of real estate transactions and price decreases, are divided equally between REET I and REET II.

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II.

Budget Action Transactions

#	Transaction Description	Position Title	Number of Positions	FTE	Dept	BSL	Fund	Year	Revenue Amount	Expenditure Amount
1	Recognize November forecast update		0	0	FG - FG000	FG - BR-FG-REVENUE - Finance General - Revenue	00100 - General Fund	2023	\$(7,578,522)	\$0
2	Recognize November forecast update		0	0	FG - FG000	FG - BR-FG-REVENUE - Finance General - Revenue	00100 - General Fund	2024	\$(16,626,421)	\$0
3	Recognize November forecast update		0	0	FG - FG000	FG - BR-FG-REVENUE - Finance General - Revenue	00155 - Sweetened Beverage Tax Fund	2023	\$(1,590,012)	\$0
4	Recognize November forecast update		0	0	FG - FG000	FG - BR-FG-REVENUE - Finance General - Revenue	00155 - Sweetened Beverage Tax Fund	2024	\$(1,833,703)	\$0
5	Recognize November forecast update		0	0	FG - FG000	FG - BR-FG-REVENUE - Finance General - Revenue	12200 - Short-Term Rental Tax Fund	2023	\$114,856	\$0
6	Recognize November forecast update		0	0	FG - FG000	FG - BR-FG-REVENUE - Finance General - Revenue	12200 - Short-Term Rental Tax Fund	2024	\$127,241	\$0
7	Recognize November forecast update		0	0	FG - FG000	FG - BR-FG-REVENUE - Finance General - Revenue	19900 - Transportation Benefit District Fund	2023	\$(659,238)	\$0
8	Recognize November forecast update		0	0	FG - FG000	FG - BR-FG-REVENUE - Finance General - Revenue	19900 - Transportation Benefit District Fund	2024	\$(990,321)	\$0
9	Recognize November forecast update		0	0	FG - FG000	FG - BR-FG-REVENUE - Finance General - Revenue	30010 - REET I Capital Fund	2023	\$(13,517,729)	\$0
10	Recognize November forecast update		0	0	FG - FG000	FG - BR-FG-REVENUE - Finance General - Revenue	30010 - REET I Capital Fund	2024	\$(13,005,358)	\$0
11	Recognize November forecast update		0	0	FG - FG000	FG - BR-FG-REVENUE - Finance General - Revenue	30020 - REET II Capital Fund	2023	\$(13,517,729)	\$0
12	Recognize November forecast update		0	0	FG - FG000	FG - BR-FG-REVENUE - Finance General - Revenue	30020 - REET II Capital Fund	2024	\$(13,005,358)	\$0
13	Recognize November forecast update		0	0	SDOT - TR000	SDOT - BR-TR-REVENUE - Seattle Department of Transportation - Revenue	00100 - General Fund	2023	\$3,324,335	\$0
14	Recognize November forecast update		0	0	SDOT - TR000	SDOT - BR-TR-REVENUE - Seattle Department of Transportation - Revenue	00100 - General Fund	2024	\$2,346,070	\$0
15	Recognize November forecast update		0	0	SDOT - TR000	SDOT - BR-TR-REVENUE - Seattle Department of Transportation - Revenue	13000 - Transportation Fund	2023	\$(1,079,554)	\$0
16	Recognize November forecast update		0	0	SDOT - TR000	SDOT - BR-TR-REVENUE - Seattle Department of Transportation - Revenue	13000 - Transportation Fund	2024	\$(2,077,413)	\$0
17	Recognize November forecast update		0	0	SFD - FD000	SFD - BO-FD-F1000 - Leadership and Administration	00100 - General Fund	2023	\$(2,951)	\$0

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18	Recognize November forecast update		0	0	SFD - FD000	SFD - BO-FD-F1000 - Leadership and Administration	00100 - General Fund	2024	\$(2,998)	\$0
19	Recognize November forecast update		0	0	SFD - FD000	SFD - BO-FD-F5000 - Fire Prevention	00100 - General Fund	2023	\$(236,004)	\$0
20	Recognize November forecast update		0	0	SFD - FD000	SFD - BO-FD-F5000 - Fire Prevention	00100 - General Fund	2024	\$(243,129)	\$0