



SEATTLE CITY COUNCIL

Legislative Summary

CB 119129

Record No.: CB 119129

Type: Ordinance (Ord)

Status: Passed

Version: 2

Ord. no: Ord 125464

In Control: City Clerk

File Created: 10/31/2017

Final Action: 11/28/2017

Title: AN ORDINANCE relating to the financing of tax administration system improvements and regulatory licensing systems in the Department of Finance and Administrative Services; authorizing an interfund loan in the amount of \$4,692,000 from the Seattle Information Technology Operating Fund to the General Subfund Fund.

Date

Notes:

Filed with City Clerk:

Mayor's Signature:

Sponsors: Herbold

Vetoed by Mayor:

Veto Overridden:

Veto Sustained:

Attachments:

Drafter: patrick.wigren@seattle.gov

Filing Requirements/Dept Action:

History of Legislative File

Legal Notice Published:

Yes

No

Ver- sion:	Acting Body:	Date:	Action:	Sent To:	Due Date:	Return Date:	Result:
1	City Clerk	10/31/2017	sent for review	Council President's Office			
	Action Text: The Council Bill (CB) was sent for review. to the Council President's Office						
	Notes:						
1	Council President's Office	11/02/2017	sent for review	Select Budget Committee			
	Action Text: The Council Bill (CB) was sent for review. to the Select Budget Committee						
	Notes:						
1	Full Council	11/06/2017	referred	Select Budget Committee			
	Action Text: The Council Bill (CB) was referred. to the Select Budget Committee						
	Notes:						
1	Select Budget Committee	11/07/2017					
1	Select Budget Committee	11/15/2017	pass as amended				Pass

Action Text: The Committee recommends that Full Council pass as amended the Council Bill (CB).

Notes:

In Favor: 8 Member Bagshaw, Member Harrell, Member Harris-Talley, Chair Herbold, Vice Chair Johnson, Member Juarez, Vice Chair O'Brien, Member Sawant

Opposed: 0

Absent(NV): 1 Member González

1 Full Council 11/20/2017 passed Pass

Action Text: The Council Bill (CB) was passed by the following vote, and the President signed the Bill:

Notes:

In Favor: 9 Councilmember Bagshaw, Councilmember González, Council President Harrell, Councilmember Harris-Talley, Councilmember Herbold, Councilmember Johnson, Councilmember Juarez, Councilmember O'Brien, Councilmember Sawant

Opposed: 0

2 City Clerk 11/22/2017 submitted for Mayor
Mayor's signature

2 Mayor 11/22/2017 Signed

2 Mayor 11/28/2017 returned City Clerk

2 City Clerk 11/28/2017 attested by City Clerk

Action Text: The Ordinance (Ord) was attested by City Clerk.

Notes:

CITY OF SEATTLE

ORDINANCE 125464

COUNCIL BILL 119129

AN ORDINANCE relating to the financing of tax administration system improvements and regulatory licensing systems in the Department of Finance and Administrative Services; authorizing an interfund loan in the amount of \$4,692,000 from the Seattle Information Technology Operating Fund to the General Subfund Fund.

WHEREAS, the City Council adopted an ordinance, introduced as Council Bill 119083,

authorizing a Short-term Rental Tax to be implemented and administered by the

Department of Finance and Administrative Services effective January 1, 2019; and

WHEREAS, the City Council adopted an ordinance, introduced as Council Bill 119081, relating

to the regulation of short-term rental businesses by the Department of Finance and

Administrative Services effective September 30, 2018; and

WHEREAS, certain improvements to current tax administration systems are necessary to

implement and administer the Short-term Rental Tax prior to revenue collection; and

WHEREAS, certain improvements to current regulatory licensing and enforcement systems are

necessary to implement and administer the regulation of short-term rental businesses

prior to revenue collection; and

WHEREAS, the Finance and Budget Directors have determined that this interfund loan is

consistent with the Debt Management Policies adopted by Resolution 31553; and

WHEREAS, regarding use of the proceeds of this interfund loan for one-time operating costs, the

City Council has determined that there is no viable alternative available for advancing a

core City objective; and

WHEREAS, there is sufficient cash in the Seattle Information Technology Operating Fund to

support a loan of up to \$4,692,000 through the end of 2020;

1 NOW, THEREFORE,

2 **BE IT ORDAINED BY THE CITY OF SEATTLE AS FOLLOWS:**

3 Section 1. The City Council finds that there is no viable alternative to meet a core City
4 objective and that consideration by the Debt Management Policy Advisory Committee is not
5 required for this loan, and therefore the Director of Finance is authorized to make a loan of not
6 more than \$4,692,000 of principal and interest outstanding at any one time from the Seattle
7 Information Technology Operating Fund (50410) to the General Subfund Fund (00100) from
8 which funds may be drawn to pay for tax administration and regulatory license system
9 improvements. The loan shall be repaid no later than December 31, 2020, with interest on the
10 loan at the rate of return of the City's Consolidated (Residual) Cash Pool.

11 Section 2. The entire principal and interest amount of the loan authorized in Section 1 of
12 this ordinance, and owed by the General Subfund Fund to the Seattle Information Technology
13 Operating Fund, is intended to be repaid from the revenue generated from the Short-term Rental
14 Tax in Seattle Municipal Code Chapter 5.54 and the revenue generated from the Short-term
15 Rental Regulatory License fees in Chapter 6.600.

16 Section 3. The Director of Finance may effectuate the loan authorized in Section 1 of this
17 ordinance by transferring cash from the Seattle Information Technology Operating Fund to the
18 General Subfund Fund until no later than December 31, 2020. The Director of Finance is further
19 authorized to establish, and modify if necessary from time to time, a repayment plan and
20 schedule.

21


1 Section 4. This ordinance shall take effect and be in force 30 days after its approval by
2 the Mayor, but if not approved and returned by the Mayor within ten days after presentation, it
3 shall take effect as provided by Seattle Municipal Code Section 1.04.020.

4 Passed by the City Council the 20th day of NOVEMBER, 2017,
5 and signed by me in open session in authentication of its passage this 20th day of
6 NOVEMBER, 2017.

7 

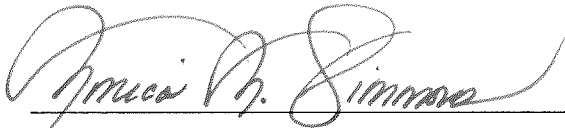
8 President _____ of the City Council

9 Approved by me this 22nd day of November, 2017.

10 

11 Tim Burgess, Mayor

12 Filed by me this 28th day of NOVEMBER, 2017.

13 

14 Monica Martinez Simmons, City Clerk

15 (Seal)