SUMMARY and FISCAL NOTE

Department:	Dept. Contact:	CBO Contact:
LEG	Tom Mikesell	n/a

1. BILL SUMMARY

Legislation Title: AN ORDINANCE establishing a spending plan for proposed use of the proceeds generated from the capital gains excise tax authorized by the ordinance introduced as Council Bill 120908; and adding a new Section 5.66.170 to the Seattle Municipal Code.

Summary and Background of the Legislation: This ordinance restricts the use revenues from a new capital gains excise tax imposed in Council Bill 120908 to support rental assistance to rent burdened households, down payment assistance to low, moderate, and workforce households, and food assistance to food insecure households. The ordinance also states the City Council's intent to adopt more specific allocations of the capital gains excise tax funds, through either a separate resolution, or the annual budget process.

3. SUMMARY OF FINANCIAL IMPLICATIONS

Does this legislation have financial impacts to the City? ☐ **Yes** ☒ **No**

This ordinance restricts expenditure of revenues from a new capital gains excise tax and does not increase nor decrease city revenues and/or expenditures.

3.d. Other Impacts

Does the legislation have other financial impacts to The City of Seattle, including direct or indirect, one-time or ongoing costs, that are not included in Sections 3.a through 3.c? If so, please describe these financial impacts.
No.

If the legislation has costs, but they can be absorbed within existing operations, please describe how those costs can be absorbed. The description should clearly describe if the absorbed costs are achievable because the department had excess resources within their existing budget or if by absorbing these costs the department is deprioritizing other work that would have used these resources.

This legislation will require budget and financial management staff and systems to adhere to expenditure constraints, which is within the scope of current operations.

Please describe any financial costs or other impacts of *not* implementing the legislation.

4. OTHER IMPLICATIONS

a. Please describe how this legislation may affect any departments besides the originating department.
This ordinance restricts funds that are new to the City to specific uses, which may increase budgets in departments that provide services within the scope of the restricted uses.

b. Does this legislation affect a piece of property? If yes, please attach a map and explain any impacts on the property. Please attach any Environmental Impact Statements, Determinations of Non-Significance, or other reports generated for this property.
No.

c. Please describe any perceived implication for the principles of the Race and Social Justice Initiative.

i. How does this legislation impact vulnerable or historically disadvantaged communities? How did you arrive at this conclusion? In your response please consider impacts within City government (employees, internal programs) as well as in the broader community.

This ordinance would restrict the use of new capital gains excise tax revenue to rental assistance for rent burdened households, down payment assistance to low, moderate, and workforce households, and food assistance to food insecure households, which would result in higher levels of fiscal support to historically disadvantaged communities.

ii. Please attach any Racial Equity Toolkits or other racial equity analyses in the development and/or assessment of the legislation.

iii. What is the Language Access Plan for any communications to the public?

d. Climate Change Implications

i. Emissions: How is this legislation likely to increase or decrease carbon emissions in a material way? Please attach any studies or other materials that were used to inform this response.
N/A

ii. Resiliency: Will the action(s) proposed by this legislation increase or decrease Seattle's resiliency (or ability to adapt) to climate change in a material way? If so, explain. If it is likely to decrease resiliency in a material way, describe what will or could be done to mitigate the effects.
N/A

e. If this legislation includes a new initiative or a major programmatic expansion: What are the specific long-term and measurable goal(s) of the program? How will this legislation help achieve the program's desired goal(s)? What mechanisms will be used to measure progress towards meeting those goals?

5. CHECKLIST

Please click the appropriate box if any of these questions apply to this legislation.

☐ **Is a public hearing required?**

☐ **Is publication of notice with *The Daily Journal of Commerce* and/or *The Seattle Times* required?**

☐ **If this legislation changes spending and/or revenues for a fund, have you reviewed the relevant fund policies and determined that this legislation complies?**

☐ **Does this legislation create a non-utility CIP project that involves a shared financial commitment with a non-City partner agency or organization?**

If yes, please review requirements in Resolution 31203 for applicability and complete and attach "Additional risk analysis and fiscal analysis for non-utility partner projects" form.

6. ATTACHMENTS

List Summary Attachments (if any):