

SUMMARY and FISCAL NOTE*

Department:	Contact Person/Phone:	Executive Contact/Phone:
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** Note that the Summary and Fiscal Note describes the version of the bill or resolution as introduced; final legislation including amendments may not be fully described.*

1. BILL SUMMARY

Legislation Title: AN ORDINANCE increasing the fee for marijuana business licenses; amending Section 6.500.080 of the Seattle Municipal Code.

Summary and background of the Legislation: This legislation increases the marijuana business license fees to \$1500 for businesses located in Seattle and \$750 for businesses outside of Seattle, effective January 1, 2017.

This legislation is necessary since the current fee revenue from marijuana business licenses is inadequate to provide the resources for administrative, policy and enforcement efforts that are necessary to ensure compliance with the Seattle Municipal Code and State law.

2. CAPITAL IMPROVEMENT PROGRAM

☐ This legislation creates, funds, or amends a CIP Project.

3. SUMMARY OF FINANCIAL IMPLICATIONS

☒ This legislation has direct financial implications

Budget program(s) affected:				
Estimated \$ Appropriation change:	General Fund \$		Other \$	
	2017	2018	2017	2018
Estimated \$ Revenue change:	Revenue to General Fund		Revenue to Other Funds	
	2017	2018	2017	2018
			\$83,000	\$83,000
Positions affected:	No. of Positions		Total FTE Change	
	2017	2018	2017	2018
Other departments affected:				

3.a. Appropriations

☐ This legislation adds, changes, or deletes appropriations.

3.b. Revenues/Reimbursements

 X This legislation adds, changes, or deletes revenues or reimbursements.

Anticipated Revenue/Reimbursement Resulting from this Legislation:

Fund Name and Number	Dept	Revenue Source	2017 Revenue	2018 Estimated Revenue
FAS Operating Fund (50300)	FAS	Title 6 License Revenue	\$83,000	\$83,000
TOTAL			\$83,000	\$83,000

Revenue/Reimbursement Notes:

3.c. Positions

 This legislation adds, changes, or deletes positions.

4. OTHER IMPLICATIONS

- a) Does the legislation have indirect or long-term financial impacts to the City of Seattle that are not reflected in the above?
No.
- b) Is there financial cost or other impacts of not implementing the legislation?
General Fund revenue would need to be allocated to fully fund the marijuana enforcement program.
- c) Does this legislation affect any departments besides the originating department?
No.
- d) Is a public hearing required for this legislation?
No.
- e) Does this legislation require landlords or sellers of real property to provide information regarding the property to a buyer or tenant?
No.
- f) Is publication of notice with *The Daily Journal of Commerce* and/or *The Seattle Times* required for this legislation?
No.
- g) Does this legislation affect a piece of property?
No.
- h) Please describe any perceived implication for the principles of the Race and Social Justice Initiative. Does this legislation impact vulnerable or historically

disadvantaged communities?

The marijuana enforcement program will ensure the equitable application of the SMC, which disallows marijuana businesses from being within specific distances to community resources. The program is also responsible for ensuring that communities receive complaint resolution with regard to marijuana businesses, which can have an adverse effect on neighborhoods, especially if marijuana businesses are able to congregate in certain areas.

i) If this legislation includes a new initiative or a major programmatic expansion:

What are the long-term and measurable goals of the program? Please describe how this legislation would help achieve the program's desired goals.

This funding will ensure the continued high level of service provision. Within the 2017-2018 period, new State laws and rules are expected, and continuing expansion of the City's role in enforcement is expected.

j) Other Issues:

List attachments/exhibits below: