## 2017 - 2018 Seattle City Council Green Sheet

## **Ready for Notebook**

Tab	Action	Option	Version					
364	1	А	1					
Budget Action Title:		Pa	Pass CB 118837, known as the "long" property tax ordinance					
Ongoing:			es					
Has CIP Amendment:			0		Has Budget Proviso:	No		
Primary Sponsor:			Budget Committee					
Councilmembers:								
Staff Analyst:		Ke	Ketil Freeman					
Council Bill or Resolution:		tion: 1	118837					

Date		Total	SB	ТВ	LG	BH	LH	RJ	DJ	MO	KS
	Yes										
	No										
	Abstain										
	Absent										

## Budget Action description:

This green sheet recommends passage of CB 118837, known as the "long" property tax ordinance. The long property tax ordinance is one of two ordinances required to levy property taxes for collection in 2017. This bill fixes the rates and/or amounts of property taxes to be levied, and levies the taxes.

This bill increases the regular non-voted levy by 1% for taxes to be collected in 2017, adds the allowance for new construction and other allowable amounts, and specifies the dollar amounts to be collected for the special purposes of voter-approved property tax measures. This bill also levies the excess levy property taxes to pay debt service on voter-approved bond measures.

RCW 84.55 limits the increase in regular property tax that the City can collect, based on the previous year's regular property tax multiplied by a "limit factor." The City is generally required to use the lesser of 101%, or 100% plus the "implicit price deflator" (IPD) (the measure of inflation that applies to property tax calculations), as the limit factor. If the IPD is less than 1%, and the Council finds, by supermajority vote, a substantial need to use 101% as the limit factor, then the City can use 101% as the limit factor.

The IPD for 2017 is 0.79%. Because the IPD is less than 1%, this bill is required to include a finding of substantial need to use 101% as the tax limit factor.

The total anticipated property tax revenue collected in 2017 under this CB would be about \$484,387,400.

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