

SUMMARY and FISCAL NOTE*

Department:	Dept. Contact/Phone:	CBO Contact/Phone:
Legislative	Yolanda Ho/256-5989	N/A

** 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 related to creating a fund for Sweetened Beverage Tax revenues; adding a new Section 5.53.055 to the Seattle Municipal Code; and providing additional guidelines for expending proceeds.

Summary and background of the Legislation: In 2017, the Council established the Sweetened Beverage Tax (SBT), which imposes a tax on businesses that distribute sugar-sweetened beverages, through Ordinance 125324. The legislation also provided direction on how the proceeds generated from the SBT should be expended, specifically for programs that expand access to healthy and affordable food and support child development and educational opportunities. This ordinance would: create a Sweetened Beverage Tax Fund to track revenues collected from the tax and expenditures by City departments; codify spending guidance for revenues included in Ordinance 125324 by adding a new section to Chapter 5 of the Seattle Municipal Code; and require that excess revenues be used solely for expanding existing programs or creating new programs that align with SBT spending guidance.

2. CAPITAL IMPROVEMENT PROGRAM

Does this legislation create, fund, or amend a CIP Project? ___ Yes X No

3. SUMMARY OF FINANCIAL IMPLICATIONS

Does this legislation amend the Adopted Budget? ___ Yes X No

Does the legislation have other financial impacts to the City of Seattle that are not reflected in the above, including direct or indirect, short-term or long-term costs?
No.

Is there financial cost or other impacts of *not* implementing the legislation?
No.

4. OTHER IMPLICATIONS

- a. Does this legislation affect any departments besides the originating department?**
Potentially, depending on future revenues received through the tax. Programs that deliver services directly to residents, administered by the Office of Sustainability and Environment, the Human Services Departments, and the Department of Education and Early Learning, may receive increased revenues.

b. Is a public hearing required for this legislation?

No.

c. Does this legislation require landlords or sellers of real property to provide information regarding the property to a buyer or tenant?

No.

d. Is publication of notice with *The Daily Journal of Commerce* and/or *The Seattle Times* required for this legislation?

No.

e. Does this legislation affect a piece of property?

No.

f. Please describe any perceived implication for the principles of the Race and Social Justice Initiative. Does this legislation impact vulnerable or historically disadvantaged communities?

This legislation is intended to ensure that SBT revenues are used to increase services to Seattle residents most likely to be impacted by the tax, who are typically low-income, communities of color.

g. 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).

Not applicable.

List attachments/exhibits below:

None.