

SUMMARY and FISCAL NOTE*

Department:	Dept. Contact/Phone:	CBO Contact/Phone:
Legislative Department	Aly Pennucci/Traci Ratzliff	

** 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 establishing a spending plan for proposed use of the proceeds generated from the payroll excise tax authorized by the ordinance introduced as Council Bill 119810; establishing an oversight board; and adding a new Section 3.35.100 to the Seattle Municipal Code

Summary and background of the Legislation: This ordinance establishes proposed spending plans for 2021, and 2022 and beyond, that utilize the proceeds generated from the payroll excise tax authorized by the ordinance introduced as Council Bill 119810. A summary of the proposed spending for 2021 and 2022 and beyond are described in Attachment 1 to the ordinance. The Executive is requested to submit by June 30, 2021 an Implementation Plan for spending in these years and to conduct a racial equity analysis of that plan before submittal to the Council for approval. The Implementation Plan shall include the following:

- Specific spending proposal for years 2022 and beyond;
- Proposed outcomes for each funded program or service;
- How the programs or services will be implemented (i.e., responsible department, funding processes, etc.);
- Proposed policies for implementing funded programs or services;
- Recommended modifications to the City’s Housing Funding policies imposing new labor equity outcomes for new construction housing projects, if appropriate; and
- Proposal for the detailed roles and responsibilities for the Oversight Committee established in the legislation.

The legislation also establishes a nine-member Payroll Tax Oversight Committee. This Committee will provide oversight on the services and programs supported by the payroll tax and the impacts of this tax on the number of jobs and businesses in the City, and other data that directly relates to measuring the impact of this tax on the City’s economy. The Oversight Committee shall provide an annual report that provides this information to the Mayor and the City Council. The Oversight Committee shall consult with the Coalition of City Unions, Small Business Advisory Committee, Housing Levy Oversight Committee, the Green New Deal Oversight Committee, and other oversight committees that monitor programs and services similar to those supported by the payroll tax. Four of the Oversight Committee members will be appointed by the Mayor and five members will be appointed by the Council. Members of the Oversight Committee shall include representatives of: labor, business, community organizations that reflect the diversity of the City, and communities that will benefit from the proposed spending.

2. CAPITAL IMPROVEMENT PROGRAM

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

If yes, please fill out the table below and attach a new (if creating a project) or marked-up (if amending) CIP Page to the Council Bill. Please include the spending plan as part of the attached CIP Page. If no, please delete the table.

Project Name:	Project I.D.:	Project Location:	Start Date:	End Date:	Total Project Cost Through 2025:

3. SUMMARY OF FINANCIAL IMPLICATIONS

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

If there are no changes to appropriations, revenues, or positions, please delete the table below.

Appropriation change (\$):	General Fund \$		Other \$	
	2020	2021	2020	2021
Estimated revenue change (\$):	Revenue to General Fund		Revenue to Other Funds	
	2020	2021	2020	2021
Positions affected:	No. of Positions		Total FTE Change	
	2020	2021	2020	2021

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?

If so, describe the nature of the impacts. This could include increased operating and maintenance costs, for example.

Is there financial cost or other impacts of *not* implementing the legislation?

4. OTHER IMPLICATIONS

a. Does this legislation affect any departments besides the originating department?

Office of Housing, Office of Economic Development, Office of Immigrant and Refugee Affairs, Human Services Department, Department of Neighborhoods will all likely be involved in implementing programs funded in the proposed spending plan. Five percent of the tax revenues will be provided to support implementation and administration of these programs.

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? What is the Language Access plan for any communications to the public?** This funding will support programs that assist: low-income households, individuals and families who are homeless and are disproportionately represented by people of color, immigrants and refugees, small businesses, and others to have greater access to needed services, including housing, food, jobs, and other services to assist them recover from the effects of COVID-19.
- 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).** As described in Attachment 1 to the legislation.
List attachments/exhibits below: