

Attachment B

Public Safety Revenue Options

Revenue	Authorization	Notes
A. Tax City Utilities	Redmond Municipal Code: 5.44 RCW 82.04 Occupation Tax	<ul style="list-style-type: none"><li>• Currently the City does not tax its own utilities (Water, Wastewater and Storm)</li><li>• Administratively the Council can put a occupation tax on the city owned utilities.</li><li>• The amount is unlimited.</li><li>• The funds are discretionary and can be used on any program/projects</li><li>• Private utilities are taxed at a rate of 6%</li><li>• 1% tax on City water = \$166,849 annually</li><li>• 1% tax on City wastewater = \$256,363 annually</li><li>• 1% tax on City stormwater = \$141,542 annually</li></ul>
B. Public Safety Sales Tax	Redmond Municipal Code: 3.32 RCW 82.14 Public Safety Sales Tax	<ul style="list-style-type: none"><li>• Maximum rate 0.1%</li><li>• Must go to voters at either a primary or general election</li><li>• Must be used solely for criminal justice purposes (as defined in <a href="#">RCW 82.14.340</a>), fire protection purposes, or both.</li><li>• Motor vehicle sales and 36 months of motor vehicle leases are exempt as well as other regular sales tax exemptions</li><li>• Requires majority vote</li><li>• 15% must be shared with the County</li><li>• 0.1% additional sales tax = \$3-4 million</li></ul>

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C. Property Tax Levy Lid Lift	RCW 85.55.040 Property Tax Levy Lid Lift	<ul style="list-style-type: none"><li>• Can be single year or multi-year; temporary or permanent</li><li>• Lift must be spent on the programs proposed in the ballot language</li><li>• Can include an inflation factor</li><li>• Can be introduced at any election – special, primary or general</li><li>• Requires a simple majority vote</li><li>• 1% increase = \$250,000 approximately</li></ul>
D. Business Tax Increase	RMC 5.04.080 RCW 19.02.075	<ul style="list-style-type: none"><li>• Currently \$141 per FTE</li><li>• Split between GF (\$60) and Transportation Demand Management (\$81)</li><li>• General Fund portion is discretionary</li><li>• Transportation Demand Management (TDM) portion must be used for transportation or TDM programs/projects.</li><li>• \$1.00 increase = \$60,000 - \$80,000</li></ul>