

Minutes: SST Mitigation Advisory Committee Meeting

Meeting Purpose The annual meeting of the SST Mitigation Advisory Committee was held to discuss adjustments to the mitigation calculation as a result of issues brought forth by jurisdictions. The Department of Revenue and the Committee have to annually decide whether any adjustments need to be included in the mitigation calculation.

Date, Time and Place Date: Monday, July 24, 2017
Time: 11:00 a.m.
Place: Teleconference

Participants

Committee Members in Attendance:
Mary Albert, Community Transit
Aaron BeMiller, City of Kent
Tom Kirn, City of Seattle

Others in Attendance:
Sheila Gail, AWC
Kevin Fuhrer, Pierce and Auburn
Robert Goehring, City of Kent
Doug Levy, Kent, Everett, Issaquah, City of Fife
Jim Schmidt, OFM
Jennifer Olsen, Issaquah
Patty and ?, Fife
? and ReAnne Water, Everett
Victoria Lincoln, AWC
Tracey O'Brien, House Finance
Dan Manson, State Treasurer
Jim Schmidt, Office of Financial Management

DOR Staff: Keri Boyer, Kim Davis, Don Gutmann, Valerie Torres, Beth Leech, Tracye Fralick, Ashley Boss, Miki Gearhart, Andre' Dubois, Wan Chen, Danitza Casselman

Topics Discussed The table below identifies the topics discussed in the meeting and the person who led each discussion.

| Topic | Discussion Leader |
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| Introductions and Purpose of the Annual Meeting | Don Gutmann |
| Adjustments to the Mitigation Data | Valerie Torres |
| Discuss 2018 Annual Review | Valerie Torres |

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| EHB 2163 – Change to Local Taxing Jurisdictions | Valerie Torres |
| EHB 2163 – Mitigation Advisory Committee Meeting Before January 1, 2018 | Valerie Torres |
| Next Annual Meeting | Valerie Torres |

Adjustments to the Mitigation Data No concerns on the reduction in mitigation payments for Transportation Benefit Districts. This affects seven cities with a yearly estimated reduction of \$20,000 in total. We are reviewing this change in light of EHB 2163 and will notify the impacted jurisdictions if this change goes forward.

2018 Annual Review Process There is a transposed number to correct on the second page of the document – 2136 needs to be 2163.

EHB 2163 – Changes to Local Jurisdictions Regional Transit Authorities (RTA), Public Transportation Benefit Areas, and Transportation Authorities will no longer received SST Mitigation payments after July 1, 2017. The first payment they will not receive is the September 30, 2017 payment. Cities, Counties, and Public Facility Districts will continue to receive SST Mitigation payments through the September 30, 2019 payment.

SSB 5883 Section 136(3) DOR Analysis / Study The Department just started the review and implementation of bills passed by the Legislature this session. We will need to discuss the budget bill’s study regarding SST Mitigation with the Office of Financial Management and internally.

Meeting Dates / Times Mondays worked for people. No other comments or concerns on days/times. More than one meeting may be needed.

Questions Regarding EHB 2163 The following questions were raised at today’s meeting:
Sheila Gall (AWC): How easy will it be to know the taxpayers and to allocate the revenues by local taxing jurisdictions? We will keep you informed, but at this point, the Department is looking at having Marketplace Facilitators collect and report by jurisdiction. We hope we will be using actual data for all of the revenue, but our discussions at this point are on going.

Doug Levy: As he understands it, the Department of Revenue was not consulted and the estimates of the SST Mitigation Payments do not match the appropriation. If that actually occurs and the appropriation is short, will a

supplemental budget be included? Currently, if no additional funds are appropriated the SST Mitigation payments would need to be prorated. We plan to discuss this with the Office of Financial Management and the State Treasurer's Office.

Sheila Gall (AWC): AWC has received calls asking how close the estimates are likely to be to actuals. The Department will provide the fiscal note for EHB 2163 as soon as it is released to the SST Mitigation Listserv. We will not know how close estimates will be to actuals until the Department receives the actuals.

Aaron BeMiller: Aaron sent Valerie a list of questions already this morning. They would be interested in knowing how the study will be conducted and the making of the recommendations.

Doug Levy: Doug expressed that the cities on the phone call today would like to be active participants and because of the implications, Ports and the Department of Commerce should participate. Perhaps discuss this with David Duvall and then we can have a subset of folks on the phone today sit down and do a back and forth on this study. Doug was involved with discussions with Legislators regarding this study.

Soliciting Questions:

We will be using the Listserv to disseminate information and possibly request questions. We will also be using the secure message system to put out information to all local jurisdictions and solicit questions.

Sheila Gall: Volunteered to put information about questions and/or other information in the AWC publication.

Additional Questions

Valerie Torres

360-534-1521

ValerieT@dor.wa.gov

Don Gutmann

360-534-1510

DonG@dor.wa.gov

Meeting Minutes

Keri Boyer submitted the meeting minutes.
