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| Ordinance/Motion No. |
| Title: Fund 0010 and Other County Funds |
| Affected Agency and/or Agencies: All County Funds |
| Note Prepared by: Ken Guy, Treasury Manager |
| Note Reviewed by: Alma Contreras, Budget Analyst, OMB |

Revenue Reduction to:

| Fund Title | Fund Code | Revenue Source | 1st Year | 2nd Year | 3rd Year |
|---|--|----------------|--------------------|------------|------------|
| CX Fund | 0010 | | \$(61,000) | N/a | N/a |
| Aggregate Impact for Other County Funds: River Improvement; Veterans Services; Human Services; InterCounty River Improvements; Limited GO Bonds Debt Service; AFIS; Conservation Futures Levy; Farmland and Park Debt Service; Unlimited GO Bonds; EMS and Roads. | 1050, 1060, 1070, 1820, 8400, 1220, 3151, 3842, 8500, 1190, 1030 | | \$(61,000) | | |
| TOTAL | | | \$(122,000) | N/a | N/a |

Expenditures from:

| Fund Title | Fund Code | Department | 1st Year | 2nd Year | 3rd Year |
|--------------|-----------|------------|----------|----------|----------|
| | | | 0 | 0 | 0 |
| | | | | | |
| | | | | | |
| TOTAL | | | 0 | 0 | 0 |

Expenditures by Categories

| | 1st Year | 2nd Year | 3rd Year |
|-----------------------|----------|----------|----------|
| Accident Benefits | | | |
| Supplies and Services | | | |
| Capital Outlay | | | |
| Other - CIP | | | |

| | | | |
|-------|--|---|---|
| TOTAL | | 0 | 0 |
|-------|--|---|---|

Assumptions: This request is to authorize the Manager of Treasury Operations to cancel \$678,280.70 in uncollectible personal property tax accounts for the years 1980, 1983, 1986, and 1988 through 2002. In accordance with RCW 84.56.240 and RCW 84.56.260, Treasury Operations is required to submit to the Council an annual list of delinquent tax accounts found to be uncollectible after extensive collection efforts have been made.

Although the tax is declared "uncollectible" in the proposed legislation, it does not constitute forgiveness of the debt of King County. The account, however, is removed from the tax rolls and the encumbrance is no longer carried forward from year to year. The amount owed can still be collected at a later date (e.g., during a bankruptcy reconciliation).

The one-time potential revenue loss to King County, including all funds, is about 18 percent of the total or \$122,000, of which \$61,000 (9 percent of total) is the projected loss to the CX Fund. The remaining revenue loss is distributed among a variety of different taxing jurisdictions based on levy codes.