

**CITY OF REDMOND
ORDINANCE NO. 2667**

AN ORDINANCE OF THE CITY OF REDMOND, WASHINGTON, AMENDING RMC 5.04.070(A)(2) IN ORDER TO CORRECT A REFERENCE TO THE AMOUNT OF THE LICENSE FEE FROM \$90 TO \$92; AMENDING RMC 5.04.080(A) AND (B) IN ORDER TO SIMPLIFY THE METHOD USED TO CALCULATE BUSINESS LICENSEE FEES; PROVIDING FOR SEVERABILITY; AND ESTABLISHING AN EFFECTIVE DATE

WHEREAS, RMC 5.04.080 provides for the calculation of business license fees using base and surcharge multipliers; and

WHEREAS, the Mayor and Finance Director have recommended that the calculation be simplified and the City's new Energov licensing system will allow for that simplification while maintaining the fees at the current level; and

WHEREAS, the Mayor and Finance Director have also recommended that the City correct a reference in RMC 5.04.070 in order to reflect the current license fee amount.

NOW, THEREFORE, THE CITY COUNCIL OF THE CITY OF REDMOND, WASHINGTON, DO ORDAIN AS FOLLOWS:

Section 1. Amendment of paragraph. RMC 5.04.070(A)(2), Procedures for issuance of license, is hereby amended to read as follows:

(2) An application for a business license shall be deemed to be abandoned 90 days after the date of application, unless such application has been pursued

in good faith or a license has been issued. Expired applications shall forfeit a minimum of \$[90] 92 of the new application fee.

Section 2. Amendment of subsections. RMC 5.04.080 (A)

and (B), Fees - Payment, are amended to read as follows:

(A) Reporting by Hours Method. The annual business license fee is calculated by determining the number of employee hours worked in the city of Redmond during the previous year and then multiplying that figure by [~~\$0.047396 FOR 2011, WHICH REPRESENTS A BASE FEE MULTIPLIER OF \$0.018229 AND A TRANSPORTATION FEE MULTIPLIER OF \$0.029167 PER EMPLOYEE HOUR WORKED.~~

~~FOR 2012, THE BUSINESS LICENSE FEE WILL BE CALCULATED BY DETERMINING THE NUMBER OF EMPLOYEE HOURS WORKED IN THE CITY OF REDMOND DURING THE PREVIOUS YEAR AND THEN MULTIPLYING THAT FIGURE BY] \$0.047917 [7 WHICH REPRESENTS A BASE FEE MULTIPLIER OF \$0.018229 AND TRANSPORTATION FEE MULTIPLIER OF \$0.029688 PER EMPLOYEE HOUR WORKED].~~ The City shall allocate 35/92 of the total fee received to the general fund and 57/92 of the total fee received to the transportation capital improvements fund.

(1) REPEALED BY ORD. 2546.

(2) REPEALED BY ORD. 2546.

(3) Annual employee hours are calculated based on the sum of the four quarterly reports submitted to the Washington State Department of Labor and Industries for the previous year.

(4) It shall be the responsibility of the employer to determine the number of hours worked within the city from these reports. Businesses that did not file quarterly reports with the Washington State Department of Labor and Industries shall determine the number of hours worked within the city and demonstrate, if required, to the satisfaction of the finance director, that the number of employee hours worked is correct.

(5) Employers without a full year history would need to estimate the number of employee hours that will be worked in the current calendar year.

(6) If a business has more than one location in the city of Redmond, the annual business license fee calculation must include annual employee hours at all locations.

(7) Businesses with more than one location must use the same method of calculation for all locations.

(B) Reporting by FTE Method. A business may choose to calculate its annual license fee based on the number of its full-time equivalent employees. Using this method the annual business license fee is calculated by multiplying the number of full-time equivalent employees during the previous year by [~~\$91.00 FOR 2011, WHICH REPRESENTS A BASE FEE OF \$35.00 AND A TRANSPORTATION FEE OF \$56.00 PER FULL-TIME EQUIVALENT EMPLOYEE.~~

~~FOR 2012, A BUSINESS MAY CHOOSE TO CALCULATE THE BUSINESS LICENSE FEE BY MULTIPLYING THE NUMBER OF FULL-TIME EQUIVALENT EMPLOYEES DURING THE PREVIOUS BY] \$92.00. [, WHICH REPRESENTS A BASE FEE OF] The City shall allocate \$35.00 out of each \$92.00 received to the general fund and [A TRANSPORTATION FEE OF] \$57.00 [PER FULL-TIME EQUIVALENT EMPLOYEE] out of each \$92.00 received to the transportation capital improvements fund.~~

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- (4) REPEALED BY ORD. 2546.
- (5) REPEALED BY ORD. 2546.

(6) The number of full-time equivalent employees shall be based on the sum of the full-time employees in the four quarterly reports submitted to the Washington State Department of Labor and Industries for the previous year divided by four.

(7) It shall be the responsibility of the employer to determine the number of full-time equivalent employees working within the city from these reports. Businesses that did not file quarterly reports with the Washington State Department of Labor and Industries shall determine the number of full-time equivalent employees working in the city and demonstrate, if required, to the satisfaction of the finance director, that the number of full-time equivalent employees is correct.

(8) For businesses with employees who work less than 1,920 hours per year (the work hour figure used by the Washington Department of Labor and Industries) the total number of hours worked by all such employees during the four quarters of the previous year shall be added together and divided by 1,920 to determine the full time employee equivalency.

(9) Employers without a full year history would need to estimate the number of full-time

equivalent employees that will work in the city for the current calendar year.

(10) If a business has more than one location in the city of Redmond, the annual business license fee calculation must include annual full-time equivalent employees at all locations.

(11) Businesses with more than one location must use the same method of calculation for all locations.

Section 3. Severability. If any section, sentence, clause or phrase of this ordinance should be held to be invalid or unconstitutional by a court of competent jurisdiction, such invalidity or unconstitutionality shall not affect the validity of any other section, sentence, clause or phrase of this ordinance.

Section 4. Effective Date. This ordinance shall take effect five (5) days after passage and publication of an approved summary consisting of the title, or as otherwise provided by law.

ADOPTED by the Redmond City Council this 5th day of
November, 2012.

CITY OF REDMOND

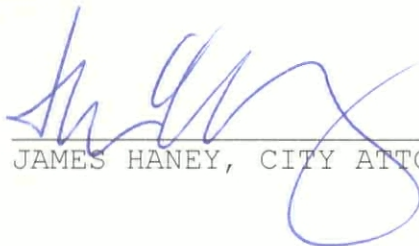

JOHN MARCHIONE, MAYOR

ATTEST:


MICHELLE M. MCGEHEE, MMC, CITY CLERK

(SEAL)

APPROVED AS TO FORM:
OFFICE OF THE CITY ATTORNEY:


JAMES HANEY, CITY ATTORNEY

FILED WITH THE CITY CLERK:	October 31, 2012
PASSED BY THE CITY COUNCIL:	November 5, 2012
SIGNED BY THE MAYOR:	November 5, 2012
PUBLISHED:	November 12, 2012
EFFECTIVE DATE:	November 17, 2012
ORDINANCE NO. 2667	

ADOPTED 7-0: Allen, Carson, Flynn, Margeson, Myers, Stilin and Vache