ORDINANCE NO. 189585

* Authorize an Intergovernmental Agreement with Multnomah County for the Revenue Division of the Bureau of Revenue and Financial Services to administer the Multnomah County Business Income Tax (Ordinance)

The City of Portland ordains:

Section 1. The Council finds:

- 1. The City of Portland, through the Revenue Division, has administered the Multnomah County (County) Business Income Tax (BIT) program for the last 25 years.
- 2. The County BIT and the City's Business License Tax (BLT) codes are nearly identical. Joint administration is efficient, effective and provides one-stop answers and better customer service for taxpayers. The consolidated administration of the BLT and BIT has simplified reporting requirements for businesses and has reduced administrative costs for both the City and the County for the past 25 years.
- The FY 2019-20 Adopted Budget included a budget note directing the Revenue Division to seek full cost recovery from the County for BIT collections.
- 4. The current Intergovernmental Agreement (IGA) expires on June 30, 2019. The new IGA is a one-year agreement and reflects a 5% increase over the County's current cost-sharing contribution.
- 5. Prior to the June 30, 2020 expiration of the new IGA, the Revenue Division will negotiate with the County on a new IGA with cost-sharing terms reflecting negotiated cost-sharing for the City's new Integrated Tax System.
- The City, acting through the Revenue Division, is willing and able to continue administering the Multhomah County Business Income Tax Law for the County.

NOW, THEREFORE, the Council directs:

a. The Revenue Division Director is authorized and directed to execute an IGA for administrative services for the County's business income tax program, in substantially the form attached to this Ordinance as Exhibit A.

Section 2. The Council declares that an emergency exists because of the close proximity to the expiration date of the current contract. Therefore, this ordinance shall be in full force and effect from and after its passage by the Council.

Passed by the Council, JUN 26 2019

Mayor Ted Wheeler Prepared by: Tyler Wallace Date prepared: June 10, 2019 Mary Hull Caballero Auditor of the City of Portland By

Deputy

Agenda No Item Type: O ^{rdinance} Council Meeting Date	No. <u>189585</u>
Title: * Authorize an Intergovernmental Agreeme	
AGEN	DA TYPE
CONSENT REGULAR Total amount of time needed for presentation, INTRODUCED BY: M	TIME CERTAIN Start Time: 2 pm Item of testimony and discussion (Regular and Time Certain): 20 Minutes
COMMISSIONER / AUDITOR APPROVAL Mayor - Finance & Administration - Wheeler Washington Position 1/ Utilities - Fritz	BUREAU APPROVALS Bureau: OMF/BRFS OMF/CAO: Tom Rinehart Digitally signed by Ton Rinehart Bureau Approval: Jennifer Cooperman Digital State State Date Prepared By: Tyler Wallace Date Prepared: June 10, 2019 2) Does the item amend the budget? Yes No ✓ If yes, Budget Office Approval 4) Is this item a contract, code, easement, franchise, comp plan of Charter? Yes No ✓ If yes, Attorney Office Approval Sb) If yes, is the City Policy/Admin Rule directive in the ordinance or resolution? Yes ✓
CLERK USE: DATE FILED <u>6/16/19</u> Mary Hull Caballero Auditor of the City of Portland Keelan Digitally signed by Keelan McClymont Date: 2019.06.18 15:42:09 -0700 Deputy	FOUR-FIFTHS AGENDA COMMISSIONERS VOTED AS FOLLOW YEAS 1. Fritz 1. Fritz 2. Fish 2. Fish 3. Hardesty 3. Hardesty 4. Eudaly 4. Eudaly Wheeler Wheeler