



Department of Revenue 2023-25 Budget Request

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A background image showing a white tablet and a white keyboard on a wooden desk. The tablet screen displays the Department of Revenue logo and the text "Loading new programs...".

Department of
Revenue
Washington State

Loading new programs...



2021-2023 Enacted Budget Overview

- **Total Budget \$621,896,000**
 - \$355,424,000 Operating
 - \$5,927,000 Implementation of 2021-23 Revenue Legislation
 - \$2,303,000 Facilitation of Tax Structure Workgroup
 - \$6,678,000 Implementation of Capital Gains Tax
 - \$251,564,000 Implementation of Working Families Tax Exemption Program
 - \$232,000,000 Remittances \$19,564,000 Administration





2023-25 Biennial Budget Request

- Working Families Tax Credit Technical Corrections (\$24,123,000 General Fund State)
 - Reestablish base funding as identified in the agency's fiscal note.
 - Realign budget with legislation. Allowing payments to be treated as a reduction of revenue as stated in the legislation.
- Capital Gains Technical Correction (\$6,573,000 General Fund State)
Reestablish base funding as identified in the agency's fiscal note.
- Certificate of Participation Technical Correction (\$5,628,000 General Fund State, \$5,628,000 Business License)
Removes funding provided to the agency to pay for financing of the agency's tax and licensing system. The load is paid in full, and funding is no longer needed to cover the debt service.
- Unclaimed Property Appropriation Technical Correction ESSB 5531 (Net Zero)
Funding provided for this legislation was placed in the General Fund and should have been placed in the Unclaimed Property Fund.



2023-25 Biennial Budget Request

- Working Families Tax Credit Implementation Support (\$27,601,000 General Fund State)
Resources are requested to ensure adequate staffing resources, maintain and enhance fraud mitigation & identity protection strategies, increase accessibility, and expand outreach.
- Unclaimed Property (\$4,675,000 Unclaimed Property Account)
Resources are requested for expanded marketing activities to allow for year-round advertising and to increase the types of advertising. Additional staffing is included to support increasing number of claims submitted.
- Pro-Equity Anti-Racism (PEAR) Support (\$221,000 General Fund State)
Resources are requested to support Governor Inslee's March 2022 Executive Order 22-04, implementing the Washington State PEAR Plan and Playbook which will improve how we serve our diverse communities.





2023-25 Biennial Budget Request

- Business Licensing Service Appropriation Adjustment (Net Zero Adjustment)
 - Discontinue General Fund State support to cover the programs portion of enhancements made to the agency's Automated Tax and Licensing System.
 - Reduce the Business License Fund Balance to allow for the balance to meet the statutory required balance by fiscal year 2025.
- Facilities Lease Rate Adjustments (\$1,606,000 Multiple Funds)

Resources are requested to support anticipated increases in lease rates associated with 9 of the agency's 15 facilities.
- Tax and Licensing System Maintenance (\$1,453,000 Multiple Funds)

Resources are requested to support annual increases in the cost for ongoing essential vendor-provided maintenance and support for the agency's automated tax and licensing system.



2023-25 Biennial Budget Request

- Business Continuity Solution (\$2,514,000 General Fund State)
Resources are requested to establish a cloud-based, business continuity solution to prevent a major disruption of service in the event of a cyberthreat or natural disaster.
- Administrative Modifications (\$78,000 Unclaimed Property Account) **
Resources are requested to support costs associated with the agency's proposal to provide a business license delinquency fee waiver if the licensee requests the waiver and meets certain conditions.





2023-25 Biennial Budget Request

Questions ?