

Tax Department's numbers for operating the payroll and ssb taxes.

Payroll Tax

Original estimate = \$3,470,000.

New estimate = \$3,325,000.

Sugar sweetened beverages.

Original estimate =

Processing/call ctr \$100,000

Data Integration \$100,000

Billing/Collections \$200,000

Policy support \$30,000

Total \$430,000 plus \$500k in one time implementation cost

New Estimate =

Processing/call ctr \$80,000 (1 FTE)

Data Integration \$40,000 (.5FTE)

Billing/Collections \$160,000 (2 FTE**)

Policy support \$30,000

Total \$310,000 plus \$500k in one time implementation cost

** billing collections effort is determined by Return on Investment (ROI). If we are collecting \$3M to \$10M per taxpayer (as Janet explained on Thursday), then we are investing greater resources in discover/audit/billing/collections. But if we expect a more rational number of taxpayers (like 150), then we are collecting about \$200,000 per taxpayer, then we make a proportionate collection effort.