

140 - Department of Revenue

A001 Administration

Internal administrative services support activities to effectively carryout agency operations and the strategic business plan. These services include the overall management of the agency through executive oversight, internal auditing, accounting and budgeting, payroll administration, facilities management, purchasing, human resources, organizational development, and legal services provided by the Attorney General's Office.

Account	FY 2010	FY 2011	Biennial Total
FTE	68.5	67.5	68.0
001 General Fund			
001-1 State	\$12,405,000	\$12,294,000	\$24,699,000

Statewide Result Area: Strengthen government's ability to achieve results efficiently and effectively

Statewide Strategy: Safeguard and manage public funds

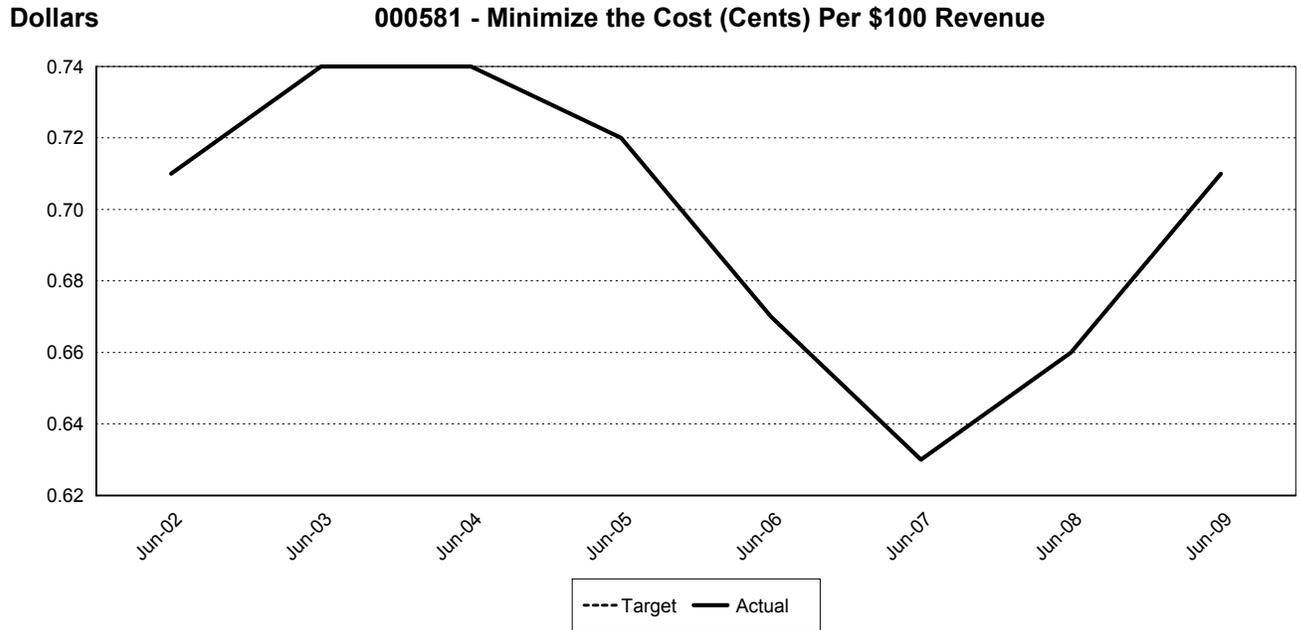
Expected Results

Administrative services provide essential support to all activities within the agency. In addition, legal services, included in this activity, defend the state's interests through successful litigation of tax issues.

Appropriation Period: 2009-11 Activity Version: 2D - 2010 Supplemental Enacted Recast Sort By: Activity

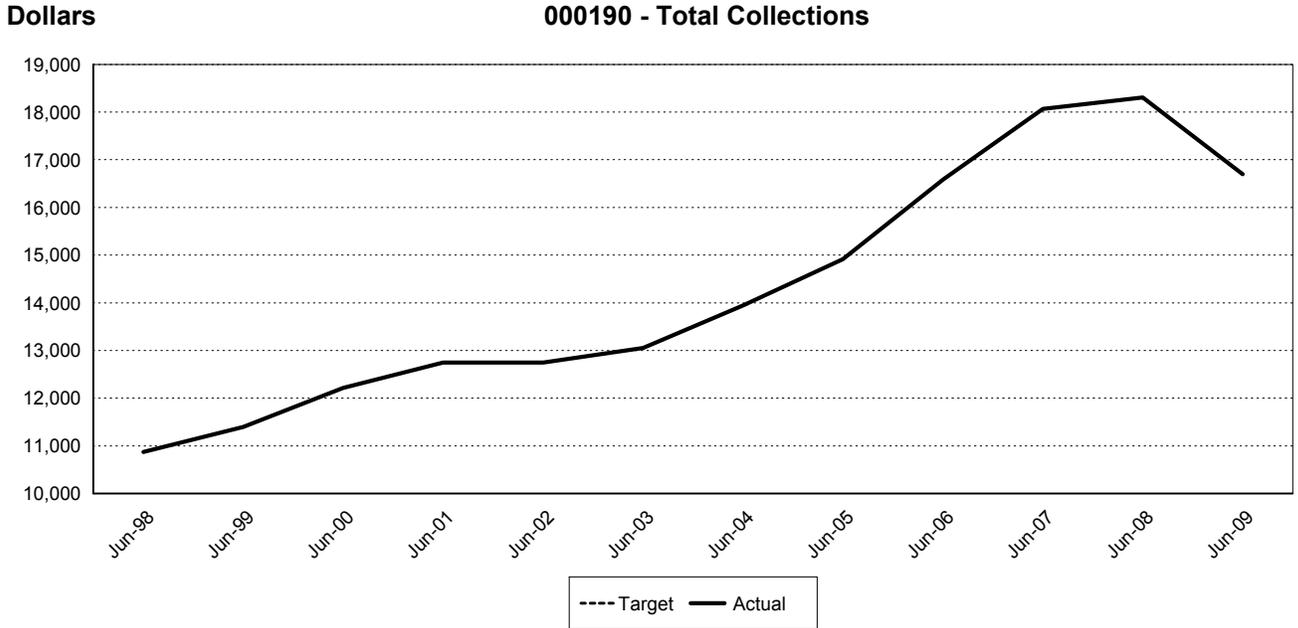
000581 The Department's cost of collecting revenue (cents per \$100 of revenue collected).			
Biennium	Period	Actual	Target
2009-11	Q8		
	Q7		
	Q6		
	Q5		
	Q4		
	Q3		
	Q2		
	Q1		
2007-09	Q8	\$0.71	
	Q7		
	Q6		
	Q5		
	Q4	\$0.66	
	Q3		
	Q2		
	Q1		
2005-07	Q8	\$0.63	
	Q7		
	Q6		
	Q5		
	Q4	\$0.67	
	Q3		
	Q2		
	Q1		

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000190 Total State and Local Revenue Collections (In Millions).			
Biennium	Period	Actual	Target
2009-11	Q8		
	Q7		
	Q6		
	Q5		
	Q4		
	Q3		
	Q2		
	Q1		
2007-09	Q8	\$16,695	
	Q7		
	Q6		
	Q5		
	Q4	\$18,307	
	Q3		
	Q2		
	Q1		
2005-07	Q8	\$18,070	
	Q7		
	Q6		
	Q5		
	Q4	\$16,586	
	Q3		
	Q2		
	Q1		



A002 Property Tax Administration

The Department of Revenue has a statutory obligation to ensure uniformity within the state's property tax system and oversee the administration of property taxes at both the state and local levels. The Department also determines the state school levy; conducts complex appraisals on commercial, industrial, and special use properties; administers property tax exemptions and deferral programs; and provides guidance, training, and assistance on property tax issues to county officials. The Department also performs appraisals throughout the state on inter-county and inter-state utility companies. These activities have a combined assessed value in excess of \$15 billion and provide over \$179 million dollars in property tax each year for local government and state schools.

Account	FY 2010	FY 2011	Biennial Total
FTE	63.4	63.4	63.4
001 General Fund			
001-1 State	\$8,110,000	\$8,650,000	\$16,760,000

Statewide Result Area: Strengthen government's ability to achieve results efficiently and effectively

Statewide Strategy: Safeguard and manage public funds

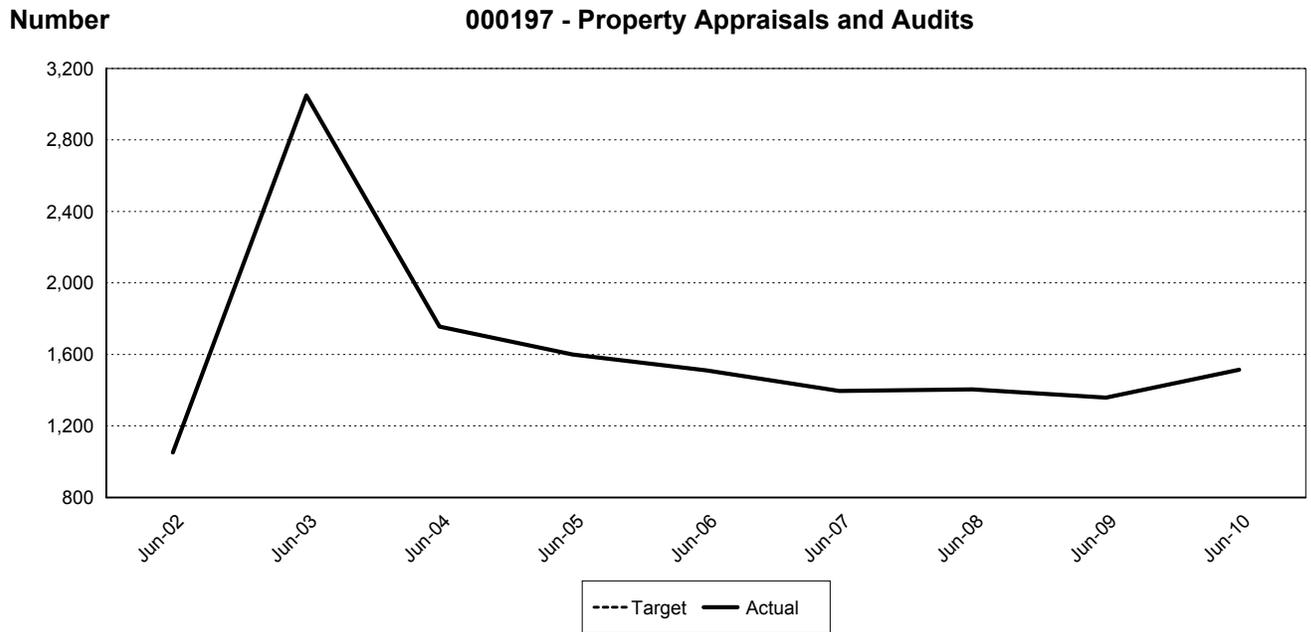
Expected Results

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To meet the statutory obligations of RCW 84.48.080, the Department performs appraisals of real and personal property to develop ratios of assessed value to fair market value. The Department then applies these ratios to equalize utility property assessments and to equalize the state school levy that counties pay to the general fund. As a result, each county pays its fair proportion of the taxes for the state school levy. In addition to conducting appraisals and audits for the ratio, the Department seeks to ensure uniformity in assessments by conducting advisory appraisals in counties who request them and by administering property tax exemptions and deferrals across the state for senior citizens and for over 10,000 nonprofit organizations.

000197 Number of Real Property Appraisals and Personal Property Tax Audits Complete.			
Biennium	Period	Actual	Target
2009-11	Q8		
	Q7		
	Q6		
	Q5		
	Q4	1,514	
	Q3		
	Q2		
	Q1		
2007-09	Q8	1,359	
	Q7		
	Q6		
	Q5		
	Q4	1,404	
	Q3		
	Q2		
	Q1		
2005-07	Q8	1,396	
	Q7		
	Q6		
	Q5		
	Q4	1,511	
	Q3		
	Q2		
	Q1		

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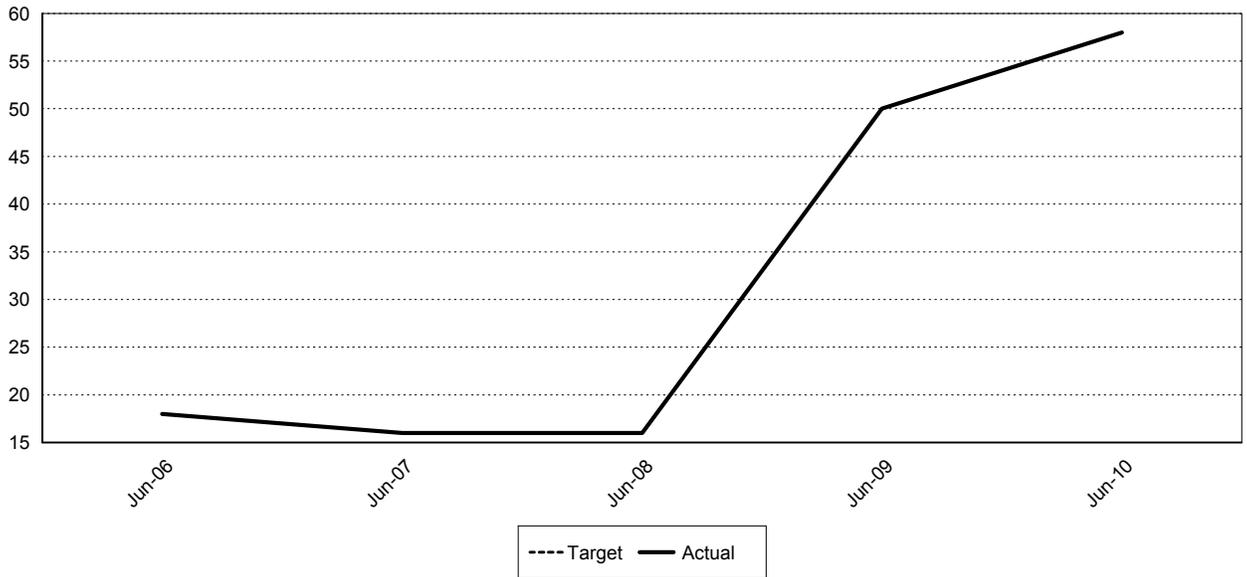


Appropriation Period: 2009-11 Activity Version: 2D - 2010 Supplemental Enacted Recast Sort By: Activity

000202 Increase the number of Advisory Appraisals completed.			
Biennium	Period	Actual	Target
2009-11	Q8		
	Q7		
	Q6		
	Q5		
	Q4	58	
	Q3		
	Q2		
	Q1		
2007-09	Q8	50	
	Q7		
	Q6		
	Q5		
	Q4	16	
	Q3		
	Q2		
	Q1		
2005-07	Q8	16	
	Q7		
	Q6		
	Q5		
	Q4	18	
	Q3		
	Q2		
	Q1		

Number

000202 - Property Tax Advisory Appraisals



A003 State and Local Revenue Collection and Distribution

The Department of Revenue is responsible for the fair, efficient, and uniform administration of state tax laws. Primary activities include taxpayer registration, tax return processing collection activities, accounting for and distributing state and local tax revenues, promotion of voluntary compliance through taxpayer education, information and assistance, and enforcement. These activities are conducted from offices throughout the state and are supported by a statewide computer network.

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Account	FY 2010	FY 2011	Biennial Total
FTE	596.8	609.0	602.9
001 General Fund			
001-1 State	\$54,351,000	\$55,181,000	\$109,532,000
217 Oil Spill Prevention Account			
217-1 State	\$8,000	\$11,000	\$19,000
10E Real Estate Excise Tax Grant Account			
10E-1 State	\$3,429,000	\$0	\$3,429,000
173 State Toxics Control Account			
173-1 State	\$44,000	\$43,000	\$87,000
02W Timber Tax Distribution Account			
02W-1 State	\$2,940,000	\$2,993,000	\$5,933,000
04V Vehicle License Fraud Account			
04V-1 State	\$0	\$75,000	\$75,000
044 Waste Reduction/Recycling/Litter Control			
044-1 State	\$64,000	\$66,000	\$130,000
08R Waste Tire Removal Account			
08R-1 State	\$1,000	\$1,000	\$2,000

Statewide Result Area: Strengthen government's ability to achieve results efficiently and effectively

Statewide Strategy: Safeguard and manage public funds

Expected Results

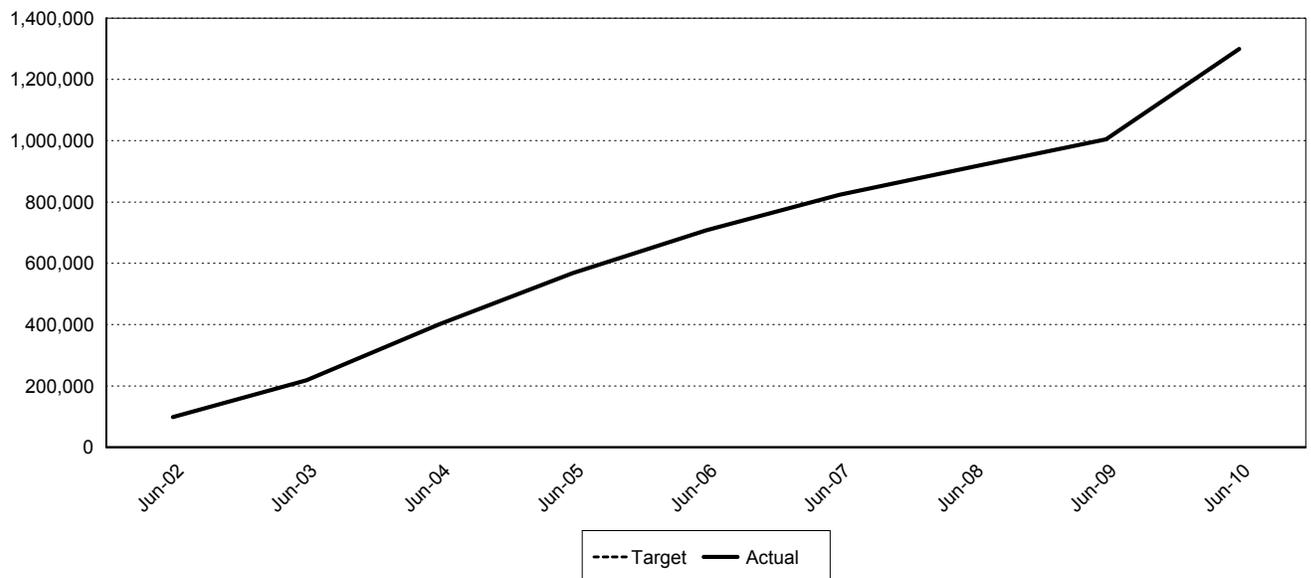
The Department provides ongoing education and assistance to taxpayers while maximizing the collection of tax dollars owing on delinquent accounts.

Appropriation Period: 2009-11 Activity Version: 2D - 2010 Supplemental Enacted Recast Sort By: Activity

000215 Increase the number of returns filed electronically.			
Biennium	Period	Actual	Target
2009-11	Q8		
	Q7		
	Q6		
	Q5		
	Q4	1,299,526	
	Q3		
	Q2		
	Q1		
2007-09	Q8	1,004,472	
	Q7		
	Q6		
	Q5		
	Q4	914,333	
	Q3		
	Q2		
	Q1		
2005-07	Q8	823,932	
	Q7		
	Q6		
	Q5		
	Q4	708,057	
	Q3		
	Q2		
	Q1		

Number

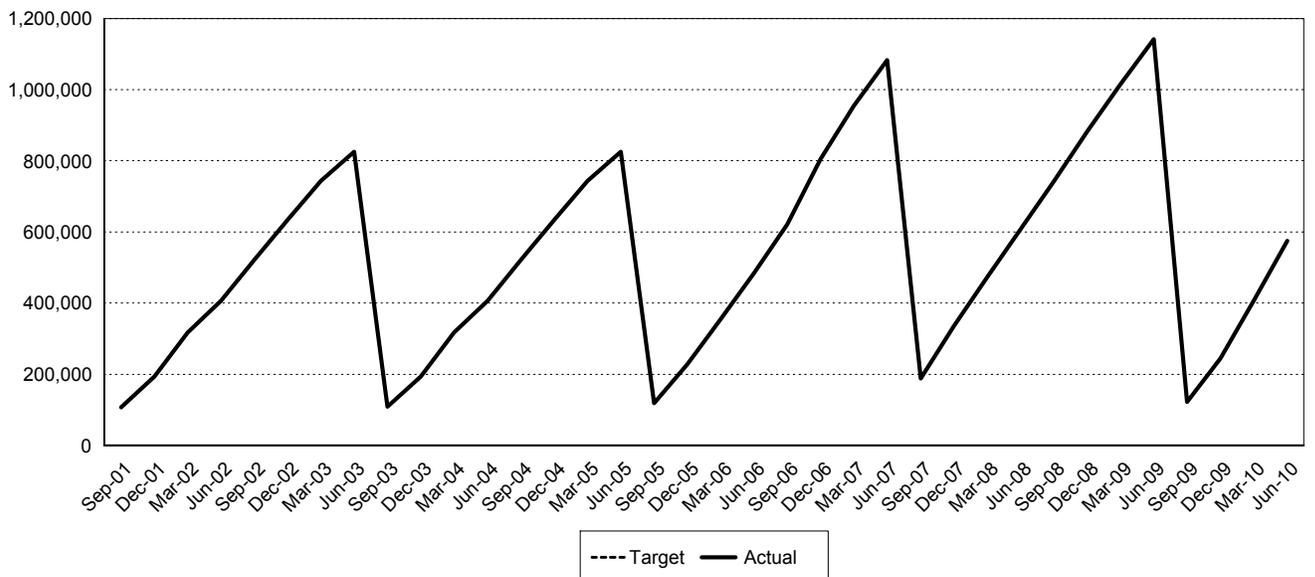
000215 - E-File



Appropriation Period: 2009-11 Activity Version: 2D - 2010 Supplemental Enacted Recast Sort By: Activity

000147 Total enforcement collections (In Thousands).			
Biennium	Period	Actual	Target
2009-11	Q8		
	Q7		
	Q6		
	Q5		
	Q4	\$575,153	
	Q3	\$406,699	
	Q2	\$244,495	
	Q1	\$122,007	
2007-09	Q8	\$1,141,730	
	Q7	\$1,015,048	
	Q6	\$882,856	
	Q5	\$742,382	
	Q4	\$608,293	
	Q3	\$473,009	
	Q2	\$335,879	
	Q1	\$187,937	
2005-07	Q8	\$1,083,182	
	Q7	\$954,455	
	Q6	\$804,958	
	Q5	\$621,363	
	Q4	\$484,139	
	Q3	\$354,888	
	Q2	\$227,797	
	Q1	\$118,734	

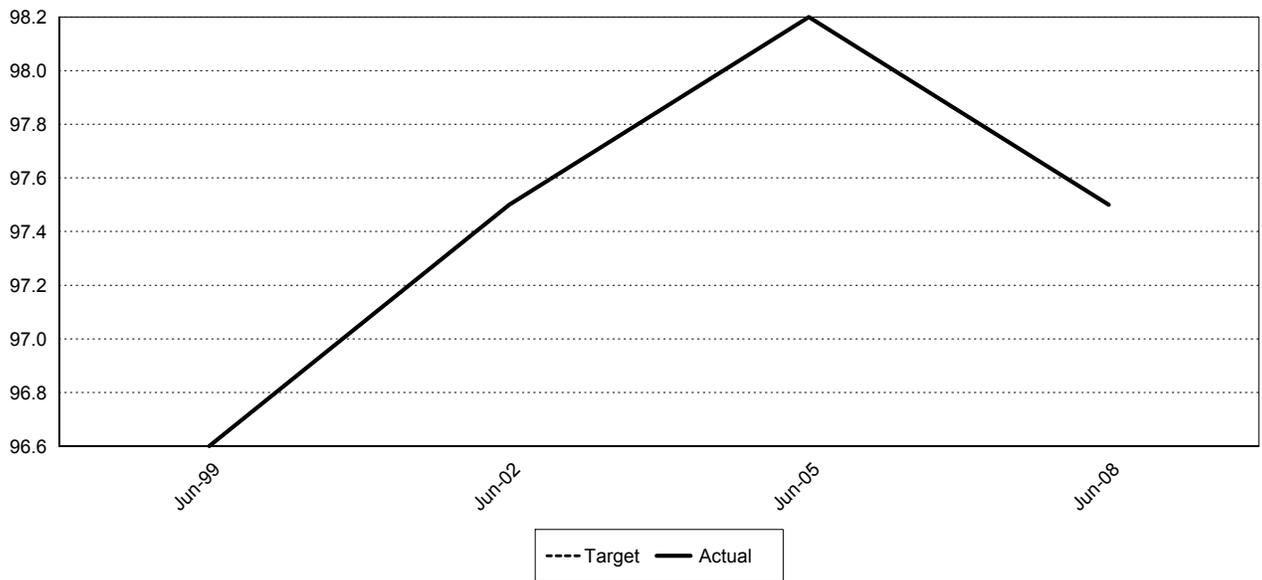
Dollars 000147 - Total Enforcement Collections (In Thousands)



000212 Maintain/Improve the voluntary compliance rate for tax reporting.			
Biennium	Period	Actual	Target
2009-11	Q8		
	Q7		
	Q6		
	Q5		
	Q4		
	Q3		
	Q2		
	Q1		
2007-09	Q8		
	Q7		
	Q6		
	Q5		
	Q4	97.5%	
	Q3		
	Q2		
	Q1		

Percent

000212 - Voluntary Compliance



A004 Tax Auditing

Appropriation Period: 2009-11 Activity Version: 2D - 2010 Supplemental Enacted Recast Sort By: Activity

Audit Division activities support the voluntary reporting and payment of taxes and the administration of the tax system. Audit Division staff are assigned to field offices across the state and other locations throughout the United States, or as roving out-of-state auditors based out of Washington. Auditors conduct audits of businesses that have activity in Washington State, working directly with taxpayers to verify the accuracy of taxes reported, and to identify and correct improper reporting, leveling the tax burden on Washington State businesses. Audit Division activities also include educating taxpayers about tax reporting through business outreach seminars, consultation visits, and other speaking engagements. Internally, the Audit Division assists the Department in understanding the practical application of tax law by identifying changes in technology, business activities, and industries. Externally, the Audit Division is, in many cases, a face for the Department and often serves as a taxpayer's first and only primary contact with the Department.

Account	FY 2010	FY 2011	Biennial Total
FTE	298.0	304.7	301.4
001 General Fund			
001-1 State	\$26,400,000	\$27,298,000	\$53,698,000

Statewide Result Area: Strengthen government's ability to achieve results efficiently and effectively

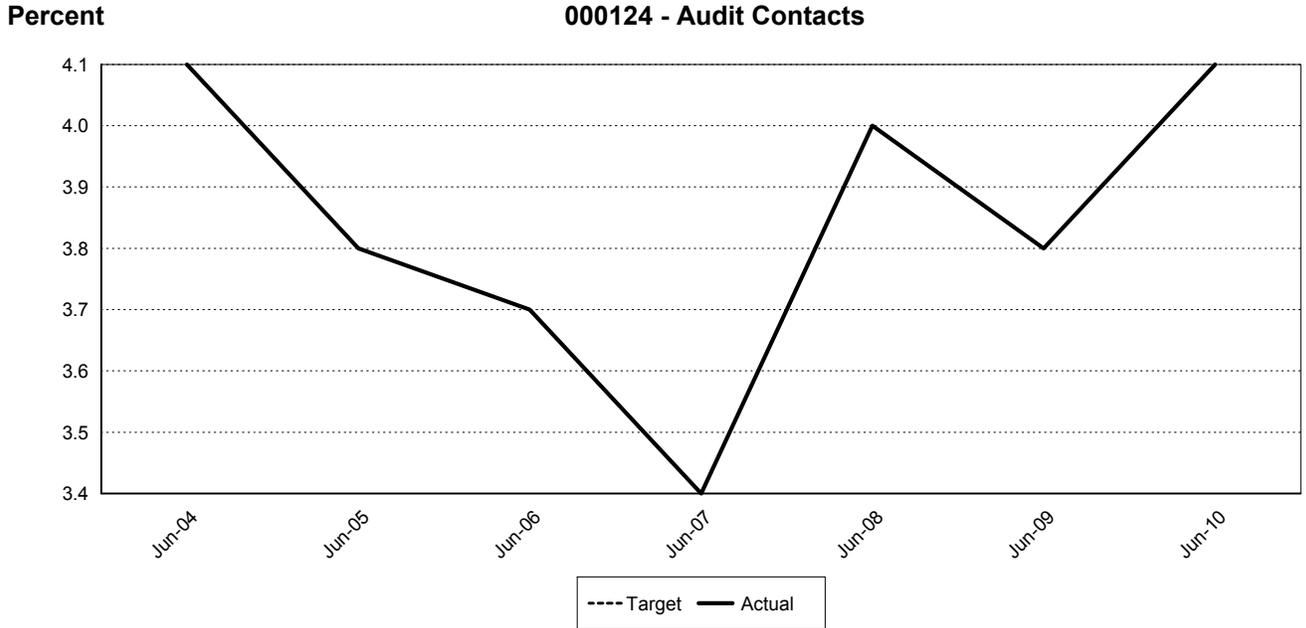
Statewide Strategy: Safeguard and manage public funds

Expected Results

The Department's auditing function is intended to provide fair and uniform application of tax laws and promote an optimal level of accurate tax reporting and payment through continuing auditing presence and taxpayer education.

Appropriation Period: 2009-11 Activity Version: 2D - 2010 Supplemental Enacted Recast Sort By: Activity

000124 Maintain the percentage of active reporting taxpayer accounts contacted by the Audit division.			
Biennium	Period	Actual	Target
2009-11	Q8		
	Q7		
	Q6		
	Q5		
	Q4	4.1%	
	Q3		
	Q2		
	Q1		
2007-09	Q8	3.8%	
	Q7		
	Q6		
	Q5		
	Q4	4%	
	Q3		
	Q2		
	Q1		
2005-07	Q8	3.4%	
	Q7		
	Q6		
	Q5		
	Q4	3.7%	
	Q3		
	Q2		
	Q1		



A005 Tax Policy Research, Analysis, and Interpretation

Tax policy activities focus on providing timely and accurate information for policy decision makers, clear guidance to taxpayers, employees, and the public regarding tax law and policy application, and coordinating interdivisional policy analysis and studies. Specific functions include coordinating interdepartmental policy analysis and studies; preparing fiscal notes; analyzing and drafting legislation; reviewing and drafting rule revisions; providing technical policy advice to operating divisions; forecasting non-general fund revenues; and analyzing proposed changes to tax statutes on small business.

Account	FY 2010	FY 2011	Biennial Total
FTE	51.2	52.5	51.9
001 General Fund			
001-1 State	\$5,450,000	\$5,785,000	\$11,235,000

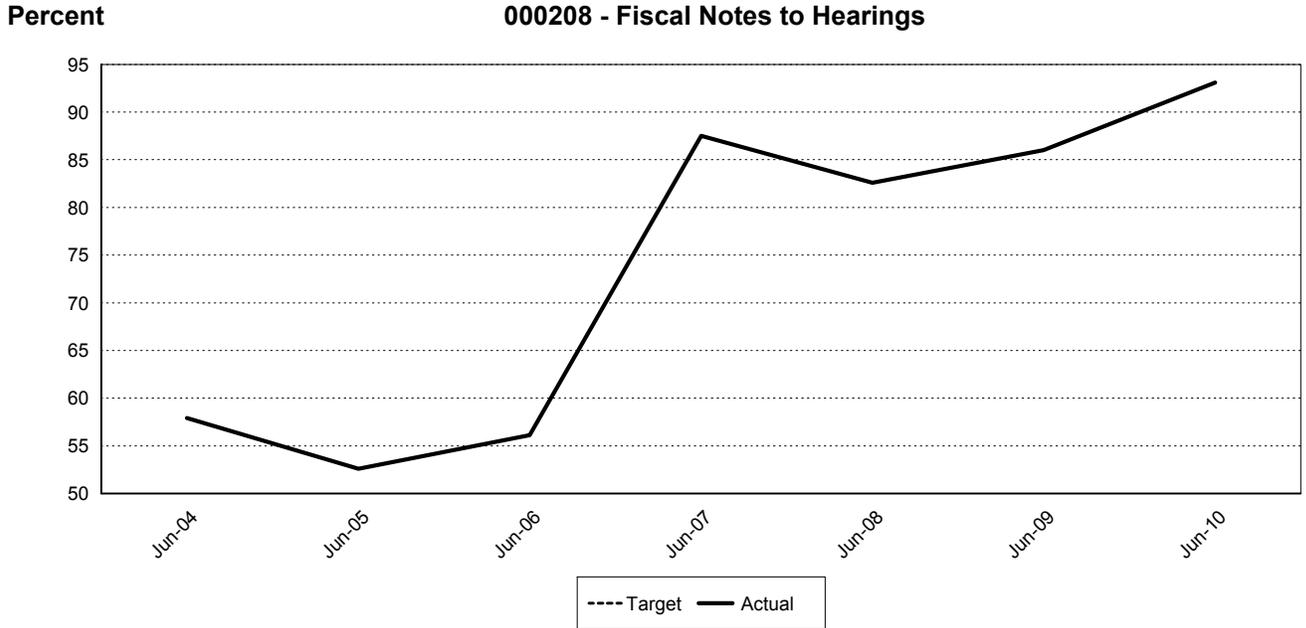
Statewide Result Area: Strengthen government's ability to achieve results efficiently and effectively

Statewide Strategy: Provide data, information, and analysis to support decision-making

Expected Results

The Department's objective is to provide accurate, timely, and clear information that encourages informed tax policy decisions.

000208 Increase the percentage of draft fiscal notes having scheduled hearing dates that are delivered to the legislature at least four hours before the hearing when the request is received at least 24 hours before the hearing.			
Biennium	Period	Actual	Target
2009-11	Q8		
	Q7		
	Q6		
	Q5		
	Q4	93.1%	
	Q3		
	Q2		
	Q1		
2007-09	Q8	86%	
	Q7		
	Q6		
	Q5		
	Q4	82.6%	
	Q3		
	Q2		
	Q1		
2005-07	Q8	87.5%	
	Q7		
	Q6		
	Q5		
	Q4	56.1%	
	Q3		
	Q2		
	Q1		



A006 Taxpayer Appeals

The Department receives over 900 taxpayer appeals each year. These appeals are comprised of five case types: small claims (single issue, up to \$50,000 in tax, penalties, and interest); executive (first impression, industry wide significance); maintenance (regular appeals); revocations (business registration revocations), and Board of Tax Appeals (BTA) informal appeals from agency final decisions. When an appeal is concluded the Department issues written determinations, renders confidential tax law interpretations, negotiates settlements of tax disputes, executes settlement closing agreements when appropriate, and publishes select determinations. When these cases are appealed to the BTA, the Appeals Division presents the agency case during informal proceedings. The BTA renders the final decision.

Account	FY 2010	FY 2011	Biennial Total
FTE	26.9	27.3	27.1
001 General Fund			
001-1 State	\$2,756,000	\$3,111,000	\$5,867,000

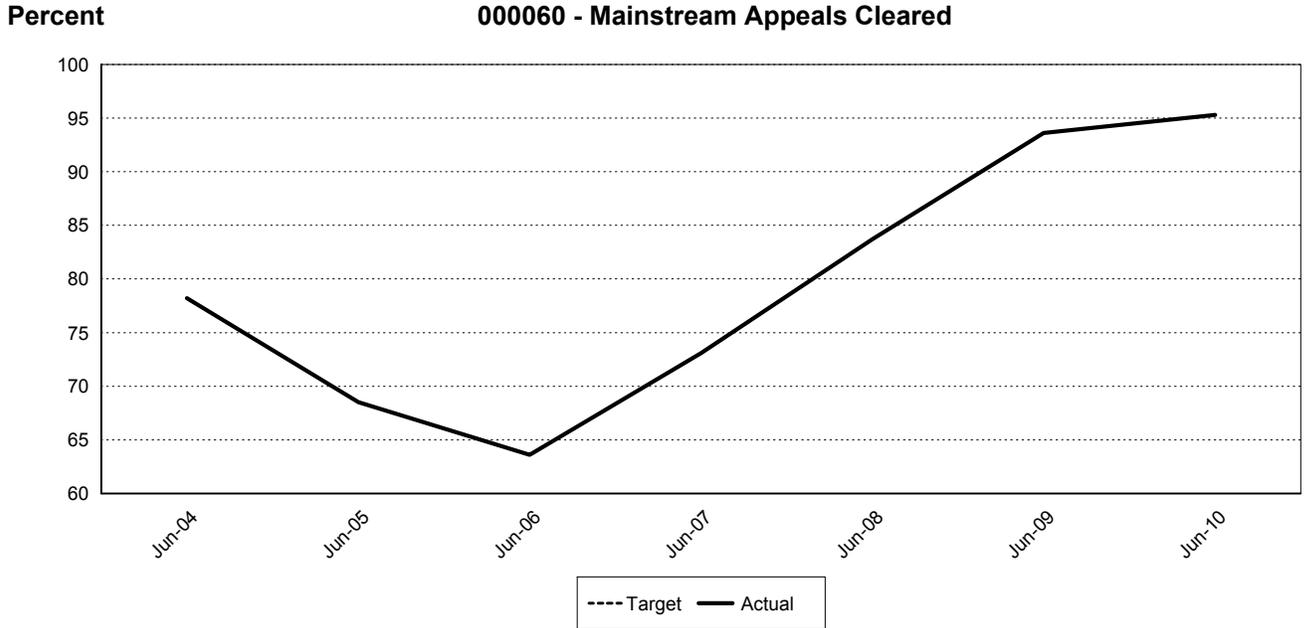
Statewide Result Area: Strengthen government's ability to achieve results efficiently and effectively
Statewide Strategy: Safeguard and manage public funds

Expected Results

The Appeals Division's goals are to timely resolve tax appeals and provide written guidance on Washington State tax laws.

Appropriation Period: 2009-11 Activity Version: 2D - 2010 Supplemental Enacted Recast Sort By: Activity

000060 Clear Mainstream Original appeals that have not been placed in hold status within 1 year of receipt.			
Biennium	Period	Actual	Target
2009-11	Q8		
	Q7		
	Q6		
	Q5		
	Q4	95.3%	
	Q3		
	Q2		
	Q1		
2007-09	Q8	93.6%	
	Q7		
	Q6		
	Q5		
	Q4	83.7%	
	Q3		
	Q2		
	Q1		
2005-07	Q8	73.1%	
	Q7		
	Q6		
	Q5		
	Q4	63.6%	
	Q3		
	Q2		
	Q1		



A007 Unclaimed Property Management

The Department administers the provisions of the State Uniform Unclaimed Property Act. The unclaimed property program is a consumer protection program charged to return abandoned property to the property owner. The Department receives the transfer of abandoned property to the state and attempts to locate the owners through advertising and by providing public access to abandoned property information. The Department's role is to act in the interest of the property owners and return the abandoned property to the rightful owners whenever possible. Examples of abandoned property include utility deposits, insurance policies, safety deposit box contents, dividends, and savings accounts. Unclaimed property does not include real estate, vehicles, and most other physical property. (Unclaimed Personal Property Account-Nonappropriated)

Account	FY 2010	FY 2011	Biennial Total
FTE	31.2	31.2	31.2
196 Unclaimed Personal Property Account			
196-6 Non-Appropriated	\$4,680,000	\$4,731,000	\$9,411,000

Statewide Result Area: Improve the economic vitality of businesses and individuals
Statewide Strategy: Provide consumer protection

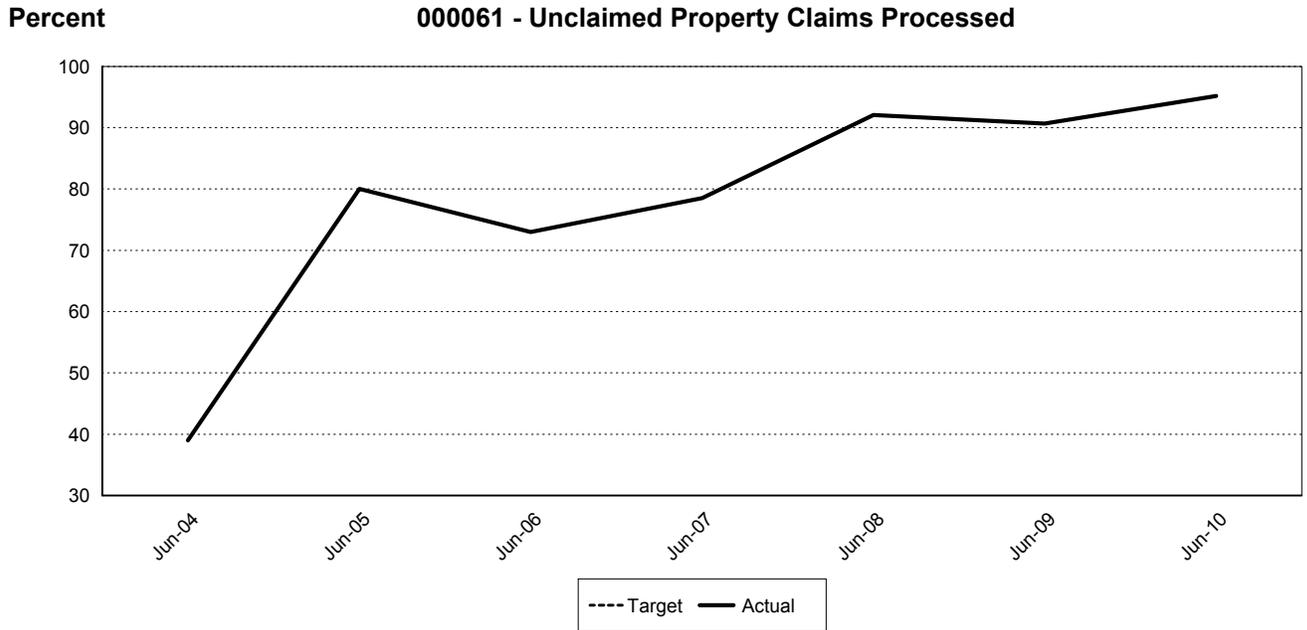
Expected Results

The Department's Unclaimed Property section efficiently administers unclaimed property programs and the return of abandoned property to property owners. The Department notifies the reported owners of property valued at \$75 or more, and advertises the program through publications. Currently, all owners with property exceeding \$25 in value are posted to the Department's website. Statute requires the Department to process all owner claims within 90 days of receipt.

Appropriation Period: 2009-11 Activity Version: 2D - 2010 Supplemental Enacted Recast Sort By: Activity

000061 Monetary unclaimed property claims processed within 30 days of receipt.			
Biennium	Period	Actual	Target
2009-11	Q8		
	Q7		
	Q6		
	Q5		
	Q4	95.2%	
	Q3		
	Q2		
	Q1		
2007-09	Q8	90.7%	
	Q7		
	Q6		
	Q5		
	Q4	92.1%	
	Q3		
	Q2		
	Q1		
2005-07	Q8	78.5%	
	Q7		
	Q6		
	Q5		
	Q4	73%	
	Q3		
	Q2		
	Q1		

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Grand Total

	FY 2010	FY 2011	Biennial Total
FTE's	1,136.0	1,155.6	1,145.8
GFS	\$109,472,000	\$112,319,000	\$221,791,000
Other	\$11,166,000	\$7,920,000	\$19,086,000
Total	\$120,638,000	\$120,239,000	\$240,877,000

<u>Parameter</u>	<u>Entered As</u>
Budget Period	2009-11
Agency	140
Version	2D
Result Area	All Result Areas
Activity	All Activities
Program	All Programs
Sub Program	All Sub Programs
Account	All Accounts
Expenditure Authority Type	All Expenditure Authority Types
Theme	All
Sort By	Activity
Display All Account Types	Yes
Include Policy Level	Yes
Include Activity Description	Yes
Include Statewide Result Area	Yes
Include Statewide Strategy	Yes
Include Expected Results Text	Yes
Include Charts	Yes
Chart Type	Line
Include Parameter Selections	Yes
Version Source	OFM