

Multiple Agency Fiscal Note Summary

Bill Number: 5539 SB	Title: Veterans conservation corps
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Estimated Cash Receipts

Agency Name	2005-07		2007-09		2009-11	
	GF- State	Total	GF- State	Total	GF- State	Total
Office of State Treasurer	Non-zero but indeterminate cost. Please see discussion."					
Total \$	0	0	0	0	0	0

Local Gov. Courts *						
Local Gov. Other **						
Local Gov. Total						

Estimated Expenditures

Agency Name	2005-07			2007-09			2009-11		
	FTEs	GF-State	Total	FTEs	GF-State	Total	FTEs	GF-State	Total
Office of the Governor	.0	0	0	.0	0	0	.0	0	0
Office of State Treasurer	.0	0	0	.0	0	0	.0	0	0
Department of Veterans Affairs	.0	0	0	.0	0	0	.0	0	0
Interagency Committee for Outdoor Recreation	.0	0	0	.0	0	0	.0	0	0
Total	0.0	\$0	\$0	0.0	\$0	\$0	0.0	\$0	\$0

Local Gov. Courts *									
Local Gov. Other **									
Local Gov. Total									

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Prepared by: Jim Skalski, OFM	Phone: 360-902-0654	Date Published: Final 2/20/2005
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* See Office of the Administrator for the Courts judicial fiscal note

** See local government fiscal note

Individual State Agency Fiscal Note

Bill Number: 5539 SB	Title: Veterans conservation corps	Agency: 075-Office of the Governor
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Part I: Estimates

☒ **No Fiscal Impact**

The cash receipts and expenditure estimates on this page represent the most likely fiscal impact. Factors impacting the precision of these estimates, and alternate ranges (if appropriate), are explained in Part II.

Check applicable boxes and follow corresponding instructions:

- ☐ If fiscal impact is greater than \$50,000 per fiscal year in the current biennium or in subsequent biennia, complete entire fiscal note form Parts I-V.
- ☐ If fiscal impact is less than \$50,000 per fiscal year in the current biennium or in subsequent biennia, complete this page only (Part I).
- ☐ Capital budget impact, complete Part IV.
- ☐ Requires new rule making, complete Part V.

Legislative Contact: Vic Moon	Phone: (360)786-7469	Date: 02/03/2005
Agency Preparation: Brad Killman	Phone: 360-902-0617	Date: 02/05/2005
Agency Approval: Aaron Butcher	Phone: 360-902-0406	Date: 02/08/2005
OFM Review: Robin Campbell	Phone: 360-902-0575	Date: 02/19/2005

Part II: Narrative Explanation

II. A - Brief Description Of What The Measure Does That Has Fiscal Impact

Briefly describe, by section number, the significant provisions of the bill, and any related workload or policy assumptions, that have revenue or expenditure impact on the responding agency.

This bill has no fiscal impact.

II. B - Cash receipts Impact

Briefly describe and quantify the cash receipts impact of the legislation on the responding agency, identifying the cash receipts provisions by section number and when appropriate the detail of the revenue sources. Briefly describe the factual basis of the assumptions and the method by which the cash receipts impact is derived. Explain how workload assumptions translate into estimates. Distinguish between one time and ongoing functions.

II. C - Expenditures

Briefly describe the agency expenditures necessary to implement this legislation (or savings resulting from this legislation), identifying by section number the provisions of the legislation that result in the expenditures (or savings). Briefly describe the factual basis of the assumptions and the method by which the expenditure impact is derived. Explain how workload assumptions translate into cost estimates. Distinguish between one time and ongoing functions.

Part III: Expenditure Detail

Part IV: Capital Budget Impact

Part V: New Rule Making Required

Identify provisions of the measure that require the agency to adopt new administrative rules or repeal/revise existing rules.

Individual State Agency Fiscal Note

Bill Number: 5539 SB	Title: Veterans conservation corps	Agency: 090-Office of State Treasurer
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Part I: Estimates

☐ No Fiscal Impact

Estimated Cash Receipts to:

Non-zero but indeterminate cost. Please see discussion.

Estimated Expenditures from:

	FY 2006	FY 2007	2005-07	2007-09	2009-11
Fund					
Total \$					

The cash receipts and expenditure estimates on this page represent the most likely fiscal impact. Factors impacting the precision of these estimates, and alternate ranges (if appropriate), are explained in Part II.

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- ☐ Capital budget impact, complete Part IV.
- ☐ Requires new rule making, complete Part V.

Legislative Contact: Vic Moon	Phone: (360)786-7469	Date: 02/03/2005
Agency Preparation: Dan Mason	Phone: 360-902-9090	Date: 02/04/2005
Agency Approval: Dan Mason	Phone: 360-902-9090	Date: 02/04/2005
OFM Review: Deborah Feinstein	Phone: 360-902-0614	Date: 02/04/2005

Part II: Narrative Explanation

II. A - Brief Description Of What The Measure Does That Has Fiscal Impact

Briefly describe, by section number, the significant provisions of the bill, and any related workload or policy assumptions, that have revenue or expenditure impact on the responding agency.

SB 5539 creates the veterans conservation corps program account. Earnings from investments will be credited to the general fund.

Section 4 appropriates money from the state building construction account to the veterans conservation corps program account. Earnings from investments for the state building construction account are credited to the general fund.

Earnings from investments:

The amount of earnings by an account is a function of the average daily balance of the account and the earnings rate of the investment portfolio. The average daily balance is a function of the beginning balance in the account and the timing & amount of receipts, disbursements, & transfers during the time period in question. Accordingly, even with a beginning balance of zero, two accounts with the same overall level of receipts, disbursements, and transfers can have different average balances, and hence differing earnings.

There will be an impact to the earnings; however, the actual earnings will be determined more by the impact to the average daily balance than the amount of increases or decreases in receipts, disbursements, and transfers. Currently, estimated earnings are indeterminable. Without projected monthly estimates of receipts, disbursements, and transfers, OST is unable to estimate the changes to the average balance of the account and the impact to earnings.

Based on the November 2004 Revenue Forecast, the net rate for estimating earnings for FY 05 is 1.70%, FY 06 is 2.72%, and FY 07 is 2.99%. Approximately \$17,000 in FY 05, \$27,200 in FY 06, and \$29,900 in FY 07 in net earnings and \$5,000 in OST management fees would be gained or lost annually for every \$1 million increase or decrease in average daily balance.

Debt Limit:

There will be an impact on the Debt Service Limitation calculation. Any increase/decrease to the earnings credited to the general fund will increase/decrease, by an equal amount, General State Revenues.

II. B - Cash receipts Impact

Briefly describe and quantify the cash receipts impact of the legislation on the responding agency, identifying the cash receipts provisions by section number and when appropriate the detail of the revenue sources. Briefly describe the factual basis of the assumptions and the method by which the cash receipts impact is derived. Explain how workload assumptions translate into estimates. Distinguish between one time and ongoing functions.

SB 5539 creates the veterans conservation corps program account. Earnings from investments will be credited to the general fund.

Section 4 appropriates money from the state building construction account to the veterans conservation corps program account. Earnings from investments for the state building construction account are credited to the general fund.

II. C - Expenditures

Briefly describe the agency expenditures necessary to implement this legislation (or savings resulting from this legislation), identifying by section number the provisions of the legislation that result in the expenditures (or savings). Briefly describe the factual basis of the assumptions and the method by which the expenditure impact is derived. Explain how workload assumptions translate into cost estimates. Distinguish between one time and ongoing functions.

Part III: Expenditure Detail

III. A - Expenditures by Object Or Purpose

	FY 2006	FY 2007	2005-07	2007-09	2009-11
FTE Staff Years					
Total:					

Part IV: Capital Budget Impact

Part V: New Rule Making Required

Identify provisions of the measure that require the agency to adopt new administrative rules or repeal/revise existing rules.

Individual State Agency Fiscal Note

Bill Number: 5539 SB	Title: Veterans conservation corps	Agency: 305-Department of Veterans Affairs
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Part I: Estimates

☒ **No Fiscal Impact**

The cash receipts and expenditure estimates on this page represent the most likely fiscal impact. Factors impacting the precision of these estimates, and alternate ranges (if appropriate), are explained in Part II.

Check applicable boxes and follow corresponding instructions:

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- ☐ Capital budget impact, complete Part IV.
- ☐ Requires new rule making, complete Part V.

Legislative Contact: Vic Moon	Phone: (360)786-7469	Date: 02/03/2005
Agency Preparation: Kenneth Malmin	Phone: 360-725-2165	Date: 02/03/2005
Agency Approval: Kenneth Malmin	Phone: 360-725-2165	Date: 02/03/2005
OFM Review: Tom Lineham	Phone: 360-902-0543	Date: 02/03/2005

Individual State Agency Fiscal Note

Bill Number: 5539 SB	Title: Veterans conservation corps	Agency: 467-Interagency Comm for Outdoor Rec
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Part I: Estimates

☐ No Fiscal Impact

Estimated Cash Receipts to:

FUND					
Total \$					

Estimated Expenditures from:

	FY 2006	FY 2007	2005-07	2007-09	2009-11
Fund					
Total \$					

The cash receipts and expenditure estimates on this page represent the most likely fiscal impact. Factors impacting the precision of these estimates, and alternate ranges (if appropriate), are explained in Part II.

Check applicable boxes and follow corresponding instructions:

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- ☒ Capital budget impact, complete Part IV.
- ☐ Requires new rule making, complete Part V.

Legislative Contact: Vic Moon	Phone: (360)786-7469	Date: 02/03/2005
Agency Preparation: Mark Jarasitis	Phone: 360-902-3006	Date: 02/03/2005
Agency Approval: Rob Kirkwood	Phone: 360-902-3082	Date: 02/07/2005
OFM Review: Jim Skalski	Phone: 360-902-0654	Date: 02/08/2005

Part II: Narrative Explanation

II. A - Brief Description Of What The Measure Does That Has Fiscal Impact

Briefly describe, by section number, the significant provisions of the bill, and any related workload or policy assumptions, that have revenue or expenditure impact on the responding agency.

SB 5539 creates the Veterans Conservation Corps Program, providing state funding assistance for projects that restore Washington's waters, forests, and habitat through the primary participation of veterans. This program is administered by the Salmon Recovery Funding Board (SRFB).

The veterans conservation corps account is created in the state treasury. Allowable expenditures from this account include grants and a reasonable administrative expenses (Section 2).

The sum of five million dollars, or as much thereof as may be necessary, is appropriated for the biennium ending June 30, 2007 (section 4).

II. B - Cash receipts Impact

Briefly describe and quantify the cash receipts impact of the legislation on the responding agency, identifying the cash receipts provisions by section number and when appropriate the detail of the revenue sources. Briefly describe the factual basis of the assumptions and the method by which the cash receipts impact is derived. Explain how workload assumptions translate into estimates. Distinguish between one time and ongoing functions.

II. C - Expenditures

Briefly describe the agency expenditures necessary to implement this legislation (or savings resulting from this legislation), identifying by section number the provisions of the legislation that result in the expenditures (or savings). Briefly describe the factual basis of the assumptions and the method by which the expenditure impact is derived. Explain how workload assumptions translate into cost estimates. Distinguish between one time and ongoing functions.

There are no expenditures from the Operating Budget. All expenditures are authorized in the Capital Budget. Please refer to Part IV: Capital Budget Impact.

Part III: Expenditure Detail

III. A - Expenditures by Object Or Purpose

	FY 2006	FY 2007	2005-07	2007-09	2009-11
FTE Staff Years					
A-Salaries and Wages					
B-Employee Benefits					
C-Personal Service Contracts					
E-Goods and Services					
G-Travel					
J-Capital Outlays					
M-Inter Agency/Fund Transfers					
N-Grants, Benefits & Client Services					
P-Debt Service					
S-Interagency Reimbursements					
T-Intra-Agency Reimbursements					
Total:	\$0	\$0	\$0	\$0	\$0

Part IV: Capital Budget Impact

Identify acquisition and construction costs not reflected elsewhere on the fiscal note and describe potential financing methods

Construction Estimate	FY 2006	FY 2007	2005-07	2007-09	2009-11
Acquisition					
Construction					
Other	72,000	4,928,000	5,000,000	5,000,000	5,000,000
Total \$	72,000	4,928,000	5,000,000	5,000,000	5,000,000

Section 4 provides five million dollars, or as much thereof as may be necessary.

Since this is a new program, there will be initial start-up costs for establishing policies, procedures, guidelines, outreach and communication, and system redesigns.

FY 2006: PROGRAM START-UP COSTS

\$30,298 for the salary of a part-time position that will establish the program
6,018 for their benefits (@ approximately 20% of salaries)
3,384 for goods and services (rent, phone, paper, etc)
300 for travel
12,000 for a contractor to reprogram the internal database (PRISM)
20,000 for agency administration
\$72,000 total first year costs.

FY 2007

\$4,856,000 for grants
72,000 for new Project manager (Outdoor Recreation Grants Manager) plus administrative expenses @ 3% of grant funding
\$4,928,000 Total

SUBSEQUENT BIENNIA-EACH YEAR

\$2,428,000 for grants
72,000 for Project Manager and administration
\$2,500,000 Total

The initial costs for implementing the program will be accomplished in FY 2006.

Once the program's policies are established, one full time Outdoor Grants Manager 2 will be needed to implement and manage the grant program through the application, evaluation and contract management phases. This project manager would work directly with the Veteran Conservation Corps program and help manage the funding distribution. The first grants will be awarded in FY 2007. Subsequently, the grants will be awarded equally between fiscal years.

The administrative costs will be 3% of grants, any lower administrative costs will be directed to the funding of grants.

The Department of Veterans Affairs will determine eligibility of participating veterans.

For the purposes of this fiscal note, the expenditures are equal to the obligations.

Part V: New Rule Making Required

Identify provisions of the measure that require the agency to adopt new administrative rules or repeal/revise existing rules.