

# Multiple Agency Fiscal Note Summary

<b>Bill Number:</b> 2115 HB	<b>Title:</b> Heritage barn preservation
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## Estimated Cash Receipts

Agency Name	2007-09		2009-11		2011-13	
	GF- State	Total	GF- State	Total	GF- State	Total
Office of State Treasurer	Non-zero but indeterminate cost. Please see discussion."					
<b>Total \$</b>	0	0	0	0	0	0

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

## Estimated Expenditures

Agency Name	2007-09			2009-11			2011-13		
	FTEs	GF-State	Total	FTEs	GF-State	Total	FTEs	GF-State	Total
Office of State Treasurer	.0	0	0	.0	0	0	.0	0	0
Department of Archaeology and Historic Preservation	.2	88,000	88,000	.2	28,000	28,000	.2	28,000	28,000
<b>Total</b>	0.2	\$88,000	\$88,000	0.2	\$28,000	\$28,000	0.2	\$28,000	\$28,000

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

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<b>Prepared by:</b> Linda Steinmann, OFM	<b>Phone:</b> 360-902-0573	<b>Date Published:</b> Final 2/20/2007
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\* See Office of the Administrator for the Courts judicial fiscal note

\*\* See local government fiscal note

FNPID: 16362

# Individual State Agency Fiscal Note

<b>Bill Number:</b> 2115 HB	<b>Title:</b> Heritage barn preservation	<b>Agency:</b> 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.
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### Estimated Expenditures from:

	FY 2008	FY 2009	2007-09	2009-11	2011-13
<b>Fund</b>					
<b>Total \$</b>					

*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:	Phone:	Date: 02/19/2007
Agency Preparation: Dan Mason	Phone: 360-902-9090	Date: 02/20/2007
Agency Approval: Dan Mason	Phone: 360-902-9090	Date: 02/20/2007
OFM Review: Theo Yu	Phone: 360-902-0548	Date: 02/20/2007

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.

HB 2115 creates the heritage barn preservation fund. Earnings from investments will be 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 different 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 2006 Revenue Forecast, the net rate for estimating earnings for FY 08 is 4.18% and FY 09 is 4.21%. Approximately \$41,800 in FY 08 and \$42,100 in FY 09 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 may be an impact on the debt service limitation calculation. Any change to the earnings credited to the general fund will change, 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.

HB 2115 creates the heritage barn preservation fund. Earnings from investments will be 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 2008	FY 2009	2007-09	2009-11	2011-13
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

<b>Bill Number:</b> 2115 HB	<b>Title:</b> Heritage barn preservation	<b>Agency:</b> 355-Dept of Arch and Hist Preservation
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## Part I: Estimates

☐ No Fiscal Impact

### Estimated Cash Receipts to:

<b>FUND</b>					
<b>Total \$</b>					

### Estimated Expenditures from:

	FY 2008	FY 2009	2007-09	2009-11	2011-13
FTE Staff Years	0.2	0.2	0.2	0.2	0.2
<b>Fund</b>					
General Fund-State 001-1	74,000	14,000	88,000	28,000	28,000
<b>Total \$</b>	74,000	14,000	88,000	28,000	28,000

*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:	Phone:	Date: 02/19/2007
Agency Preparation: Allyson Brooks	Phone: 360-586-3066	Date: 02/20/2007
Agency Approval: Randy Todd	Phone: 360-664-7667	Date: 02/20/2007
OFM Review: Linda Steinmann	Phone: 360-902-0573	Date: 02/20/2007

## 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.*

The bill establishes a state heritage barn preservation program. There are three components to the program: a one time thematic study, designation of heritage barns, and a grants program for heritage barns.

Section 2 of the bill requires that the Department of Archaeology and Historic Preservation develop a thematic study of Washington State's barns. A thematic study requires on-ground inventories of a sample of barns throughout the state, and a condition and needs assessment of barns throughout the state. Because this study will require a lot of travel and meetings with the Grange, assorted farm associations, barn owners and county officials, and after discussing the workload with the Washington Trust for Historic Preservation, it was determined that approximately \$60,000 would be needed to develop this study.

Section 2(3) establishes a heritage barn recognition program. The heritage barn recognition program costs can be absorbed by DAHP as an estimated 5% of the state architectural historian's time. To be a heritage barn, the owner need only submit a photo of the barn, brief history of the farm, and a date of construction. If the barn can be considered eligible for listing on the Washington Heritage Register, National Register of Historic Places, or is on a local register, then the barn will be submitted to the Governor's Advisory Council on Historic Preservation for final approval. Based on that approval, the property owner will receive a certificate of having a heritage barn. The Heritage Barn program will become a regular part of existing Advisory Council meetings; therefore, there are no costs associated with the Governor's Advisory Council meetings.

Section 2(4-13) establishes a grant program for heritage barns. The owner must provide a 50% match for any grant.

Section 3 established the heritage barn advisory board. The board assists with the development and implementation of the grant program, but the legislation does not require DAHP to pay for travel costs for the board. Therefore, there is no fiscal impact for the board. The board will provide a report to the legislature on the barn program by 2010. The report will also make final recommendations.

Section 4 established a maximum of 2% administration costs. This should allow DAHP to cover costs associated with technical assistance to barn owners, and general administration costs. These funds will be used to hire a non-profit organization specializing in historic preservation to assist the agency. It is expected that 10% of the existing grants managers time will be needed to write and administer contracts for the heritage barn grants program and pay invoices. Section 4 also sets up an account in the state treasury for the Heritage Barn program.

### 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.*

Costs Assumptions calculated for:

5% of a CTED Specialist 4 to monitor the project.

10% of a Financial Analyst 2 for processing of grant requests.

Personal Service Contracts:

First year cost to conduct a thematic study requested in Section 2.2

Goods and Services:

Standard costs for supplies, communication, and training costs

Travel:

Travel estimated at one overnight travel per month.

Equipment: The agency will not incur any new equipment expenditures.

### Part III: Expenditure Detail

#### III. A - Expenditures by Object Or Purpose

	FY 2008	FY 2009	2007-09	2009-11	2011-13
FTE Staff Years	0.2	0.2	0.2	0.2	0.2
A-Salaries and Wages	7,400	7,400	14,800	14,800	14,800
B-Employee Benefits	2,100	2,100	4,200	4,200	4,200
C-Personal Service Contracts	60,000		60,000		
E-Goods and Services	1,100	1,100	2,200	2,200	2,200
G-Travel	3,400	3,400	6,800	6,800	6,800
J-Capital Outlays					
M-Inter Agency/Fund Transfers					
N-Grants, Benefits & Client Services					
P-Debt Service					
S-Interagency Reimbursements					
T-Intra-Agency Reimbursements					
<b>Total:</b>	\$74,000	\$14,000	\$88,000	\$28,000	\$28,000

#### III. B - Detail: *List FTEs by classification and corresponding annual compensation. Totals need to agree with total FTEs in Part I and Part IIIA*

Job Classification	Salary	FY 2008	FY 2009	2007-09	2009-11	2011-13
CTED Spec 4	63,096	0.1	0.1	0.1	0.1	0.1
Financial Analyst 2	42,480	0.1	0.1	0.1	0.1	0.1
<b>Total FTE's</b>		0.2	0.2	0.2	0.2	0.2

### 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 2008	FY 2009	2007-09	2009-11	2011-13
Acquisition					
Construction					
Other	2,500,000	2,500,000	5,000,000	5,000,000	5,000,000
<b>Total \$</b>	2,500,000	2,500,000	5,000,000	5,000,000	5,000,000

Project costs estimated at \$2,500,000 from the new Heritage Barn Preservation Account for grants to assist in the preservation of heritage barns across Washington State.

### 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.*

None