

# Department of Revenue Fiscal Note

<b>Bill Number:</b> 6397 SB	<b>Title:</b> Park vendors	<b>Agency:</b> 140-Department of Revenue
-----------------------------	----------------------------	--

## Part I: Estimates

☐ No Fiscal Impact

### Estimated Cash Receipts to:

FUND	FY 2008	FY 2009	2007-09	2009-11	2011-13
GF-STATE-State 01 - Taxes 01 - Retail Sales Tax		(30,000)	(30,000)	(146,000)	(146,000)
<b>Total \$</b>		(30,000)	(30,000)	(146,000)	(146,000)

### Estimated Expenditures from:

	FY 2008	FY 2009	2007-09	2009-11	2011-13
FTE Staff Years	0.1	1.2	0.7	0.5	0.5
<b>Fund</b>					
GF-STATE-State 001-1	15,500	98,700	114,200	64,200	64,200
<b>Total \$</b>	15,500	98,700	114,200	64,200	64,200

*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: Curt Gavigan	Phone: 3607867437	Date: 01/18/2008
Agency Preparation: Gerald Sayler	Phone: 360-570-6088	Date: 01/28/2008
Agency Approval: Don Gutmann	Phone: 360-570-6073	Date: 01/28/2008
OFM Review: Ryan Black	Phone: 360-902-0417	Date: 01/30/2008

## 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.*

Section 1 of this act creates a new section to chapter 82.32 RCW to read as follows:

Fifty percent of the tax collected under RCW 82.08.020(1) by sellers in the public parks during new events shall be distributed to the governmental entity that owns the park. A "new event" means a festival, promotion, or other event that is not substantially identical to an event held in the park before the effective date of this bill.

The money distributed under this section may be used only as additional resources for the support of public parks and may not be used to supplant other sources of funding for those purposes. Money distributed may not be used to purchase real estate.

The effective date of this bill is January 1, 2009.

### 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.*

#### ASSUMPTIONS/DATA SOURCES

Due to the lack of available data, the revenue estimates have been based upon 10 percent of mobile food vendor sales with an additional estimate for nonfood vendor sales as a matching amount. The consumer price index for January 2008 was used to estimate future year impacts.

The effective date of this legislation is January 1, 2009. The revenue estimates for Fiscal Year 2009 reflect only five months of impact.

#### REVENUE ESTIMATES

This legislation, if enacted, would reduce state revenues by an estimated \$30,000 in Fiscal Year 2009. State revenues will be reduced by an estimated \$146,000 in the each biennium ending in Fiscal Years 2011 and 2013.

#### TOTAL REVENUE IMPACT:

State Government (cash basis, \$000):

FY 2008 -	\$ 0
FY 2009 -	\$ (30)
FY 2010 -	\$ (73)
FY 2011 -	\$ (73)
FY 2012 -	\$ (73)
FY 2013 -	\$ (73)

Local Government, if applicable (cash basis, \$000):

	General Local Sales Tax	Earmarked For Local Governments (State & Local)
FY 2008 -	\$ 0	\$ 0
FY 2009 -	\$ (9)	\$ 39
FY 2010 -	\$ (23)	\$ 96
FY 2011 -	\$ (23)	\$ 96

FY 2012 -	\$ (23)	\$ 96
FY 2013 -	\$ (23)	\$ 96

## 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.

To implement this legislation, the Department of Revenue (Department) will incur costs of approximately \$15,500 in Fiscal Year 2008. These costs are for creating the ICR/OCR compatible addendum to the excise tax return and testing these initial computer system changes. Time and effort equates to approximately 0.11 FTE. The cost of the outside consultant is approximately \$6,600.

The Department will incur costs of approximately \$98,700 in Fiscal Year 2009. These costs are for implementing and testing new EOB and issuance codes, a new line code, BRMS computer system indicator, and new reports for tracking activities, printing the special addendum, and examining accounts, contacting taxpayers to verify figures, issue refunds and balances due. Time and effort equates to approximately 1.21 FTEs.

The Department will incur ongoing costs of approximately \$64,200 in each of the 2009-2011 and 2011-2013 Biennia. Ongoing costs are for continuing to examine accounts, contact taxpayers to verify figures, issue refunds and balances due, and scanning the special addendum. Time and effort equates to approximately 0.53 FTE in Fiscal Years 2010 through 2013.

## Part III: Expenditure Detail

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

	FY 2008	FY 2009	2007-09	2009-11	2011-13
FTE Staff Years	0.1	1.2	0.7	0.5	0.5
A-	6,000	64,200	70,200	41,800	41,800
B-	1,500	16,000	17,500	10,400	10,400
C-	6,600		6,600		
E-	700	10,700	11,400	12,000	12,000
J-	700	7,800	8,500		
<b>Total \$</b>	<b>\$15,500</b>	<b>\$98,700</b>	<b>\$114,200</b>	<b>\$64,200</b>	<b>\$64,200</b>

**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
EXCISE TAX EX 2	42,583		0.4	0.2	0.4	0.4
EXCISE TAX EX 4	55,839	0.1		0.1		
IT SPEC 4	63,195		0.7	0.3		
OFF ASST 3	29,780		0.1	0.1	0.1	0.1
<b>Total FTE's</b>		<b>0.1</b>	<b>1.2</b>	<b>0.7</b>	<b>0.5</b>	<b>0.5</b>

## Part IV: Capital Budget Impact

NONE.

## 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.

No rule-making required.