

Department of Revenue Fiscal Note

Bill Number: 2019 HB PL	Title: Additional cigarette tax	Agency: 140-Department of Revenue
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Part I: Estimates

☐ No Fiscal Impact

Estimated Cash Receipts to:

Account	FY 2012	FY 2013	2011-13	2013-15	2015-17
GF-STATE-State 01 - Taxes 25 - Cigarette Tax	73,400,000	72,300,000	145,700,000	144,600,000	144,600,000
Education Legacy Trust Account-State 01 - Taxes 25 - Cigarette Tax	(73,400,000)	(72,300,000)	(145,700,000)	(144,600,000)	(144,600,000)
Total \$					

Estimated Expenditures from:

NONE

Estimated Capital Budget Impact:

NONE

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: 04/22/2011
Agency Preparation: Van Huynh	Phone: 360-534-1512	Date: 04/26/2011
Agency Approval: Don Gutmann	Phone: 360-534-1510	Date: 04/26/2011
OFM Review: Heather Matthews	Phone: (360) 902-0543	Date: 04/26/2011

Request # 2019-2-1

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.

Note: This fiscal note reflects the bill as adopted by the Legislature.

This bill amends RCW 82.24.026 (cigarette tax) so that revenue from the education legacy trust account is transferred into the general fund. This is retroactive to July 1, 2010 and the change is permanent. Under this bill, there will no longer be any cigarette tax revenue deposited into the education legacy trust account.

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

It is assumed that revenue deposited into the education legacy trust account since July 1, 2010 will still be there.

REVENUE ESTIMATES

Based on cigarette consumption data from the Washington State Forecast Council (November 2010), it is expected that the following amounts will be transferred from the education legacy trust account into the general fund.

(\$000)

FY 2011 -	\$ 75,500 (12-months)
FY 2012 -	\$ 73,400
FY 2013 -	\$ 72,300
FY 2014 -	\$ 72,300
FY 2015 -	\$ 72,300
FY 2016 -	\$ 72,300
FY 2017 -	\$ 72,300

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

The Department of Revenue will not incur any costs with the implementation of this legislation.

Part III: Expenditure Detail

III. A - Expenditures by Object Or Purpose

NONE

Part IV: Capital Budget Impact

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

NONE

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.