

Multiple Agency Fiscal Note Summary

Bill Number: 5152 SB	Title: Sounders FC and Seahawks
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Estimated Cash Receipts

Agency Name	2013-15		2015-17		2017-19	
	GF- State	Total	GF- State	Total	GF- State	Total
Department of Licensing	0	1,110,000	0	2,608,000	0	3,142,000
Department of Corrections	0	92,400	0	123,200	0	90,200
Total \$	0	1,202,400	0	2,731,200	0	3,232,200

Estimated Expenditures

Agency Name	2013-15			2015-17			2017-19		
	FTEs	GF-State	Total	FTEs	GF-State	Total	FTEs	GF-State	Total
Department of Licensing	.0	0	201,243	.0	0	191,233	.0	0	143,180
Department of Corrections	.0	0	87,045	.0	0	116,060	.0	0	84,973
Total	0.0	\$0	\$288,288	0.0	\$0	\$307,293	0.0	\$0	\$228,153

Estimated Capital Budget Impact

NONE

Revised 10-year analysis.

This bill was identified as a proposal governed by the requirements of RCW 43.135.031 (Initiative 960). Therefore, this fiscal analysis includes a projection showing the ten-year cost to tax or fee payers of the proposed taxes or fees.

Prepared by: Jim Albert, OFM	Phone: (360) 902-0419	Date Published: Final 1/28/2013
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* See Office of the Administrator for the Courts judicial fiscal note

** See local government fiscal note

FNPID 32939

FNS029 Multi Agency rollup

Individual State Agency Fiscal Note

Bill Number: 5152 SB	Title: Sounders FC and Seahawks	Agency: 240-Department of Licensing
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Part I: Estimates

☐

No Fiscal Impact

Estimated Cash Receipts to:

ACCOUNT		FY 2014	FY 2015	2013-15	2015-17	2017-19
Motor Vehicle Account-State	108-1	149,600	162,000	311,600	435,200	400,800
Seahawks Special Plates-State	New-1	105,200	294,000	399,200	1,086,400	1,370,600
Sounders FC Special Plate-State		105,200	294,000	399,200	1,086,400	1,370,600
New-1						
Total \$		360,000	750,000	1,110,000	2,608,000	3,142,000

Estimated Expenditures from:

		FY 2014	FY 2015	2013-15	2015-17	2017-19
Account						
Motor Vehicle Account-State	108	120,019	81,224	201,243	191,233	143,180
-1						
Total \$		120,019	81,224	201,243	191,233	143,180

Estimated Capital Budget Impact:

NONE

This bill was identified as a proposal governed by the requirements of RCW 43.135.031 (Initiative 960). Therefore, this fiscal analysis includes a projection showing the ten-year cost to tax or fee payers of the proposed taxes or fees.

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:	Amanda Cecil	Phone: 360-786-7429	Date: 01/21/2013
Agency Preparation:	Sally McVaugh	Phone: (360) 902-3642	Date: 01/28/2013
Agency Approval:	Sam Knutson	Phone: (360) 902-3644	Date: 01/28/2013
OFM Review:	Jim Albert	Phone: (360) 902-0419	Date: 01/28/2013

Request # 5152 SB-2

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.

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

III. A - Expenditures by Object Or Purpose

	FY 2014	FY 2015	2013-15	2015-17	2017-19
FTE Staff Years					
E-Goods and Other Services	120,019	81,224	201,243	191,233	143,180
Total:	\$120,019	\$81,224	\$201,243	\$191,233	\$143,180

III. C - Expenditures By Program (optional)

Program	FY 2014	FY 2015	2013-15	2015-17	2017-19
Mgmt & Support Services (100)	60,598	81,224	141,822	191,233	143,180
Information Services (200)	59,421		59,421		
Total \$	120,019	81,224	201,243	191,233	143,180

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.

None.

Part II: Explanation

This bill requires The Department of Licensing (DOL) to approve and issue special license plates displaying the Seattle Seahawks logo and the Seattle Sounders FC logo.

II. A – Brief Description of What the Measure Does that Has Fiscal Impact

Section 1 adds the Seattle Seahawks and Seattle Sounders FC special license plates to RCW 46.18.200.

Section 2 makes the original fee for a Seattle Seahawks or a Seattle Sounders FC special license plate \$40, \$12 of which will be deposited in the Motor Vehicle Account, and the renewal fee for each plate \$30, \$2 of which will be deposited in the Motor Vehicle Account.

Section 3 (2) directs the State Treasurer to credit the entire proceeds from the Seattle Seahawks and Seattle Sounders FC special license plates fees to the Motor Vehicle Account until the department determines that the state has been reimbursed for the start-up costs of implementing these special license plates. The remainder of the funds from the Seattle Seahawks special plate fees will go to InvestED. The remainder of the funds from the Seattle Sounder special plate fees will go to Washington State Mentors and the Association of Washington Generals.

Section 7 makes this act effective January 1, 2014.

<u>Workload Indicator</u>	<u>FY 14</u>	<u>FY 15</u>	<u>13-15 Total</u>	<u>16-17 Total</u>	<u>17-19 Total</u>
Original Sounders Plate Sets	4,500	6,000	10,500	14,000	10,250
Renewal Sounders Plates	-	4,500	4,500	24,800	38,700
Original Seahawks Plate Sets	4,500	6,000	10,500	14,000	10,250
Renewal Seahawks Plates	-	4,500	4,500	24,800	38,700

II. B – Cash Receipt Impact

This bill will have an impact on cash receipts. This bill creates both the Seattle Seahawks and Seattle Sounders FC special license plates and establishes the fees of \$40 for an original and \$30 for a renewed plate, and establishes the distribution of those fees.

There is no information on how many customers will purchase these plates. It is assumed that these new special plates' sales will be similar to the sales experience for the Baseball Stadium special plates in the first five years of its implementation. It is also assumed that a majority of the plates will be purchased in the first five years. For the purposes of this analysis, plate replacement and plate reflectivity are not considered as part of the revenue impact. The start-up costs for the plates' implementation are estimated to be \$59,421 and are anticipated to be recovered by the end of Fiscal Year 2014. The bill's effective date is January 1, 2014 so the revenue impact for Fiscal Year 2014 is a partial year.

The following table illustrates the cash receipts.

<u>Cash Receipts</u>	<u>FY 14</u>	<u>FY 15</u>	<u>13-15 Total</u>	<u>16-17 Total</u>	<u>17-19 Total</u>
Motor Vehicle Account	149,600	162,000	311,600	435,200	400,800
Sounders FC Special Plates	105,200	294,000	399,200	1,086,400	1,370,600
Seahawks Special Plates	105,200	294,000	399,200	1,086,400	1,370,600
Total Revenue	360,000	750,000	1,110,000	2,608,000	3,142,000

II. C – Expenditures

RCW 46.68.420 requires the sponsoring organization to reimburse the state for the cost of implementing a special plate. Below is an outline of these one-time costs. DOL's information technology costs are the same if the agency implements one or multiple special plates at the same time. If multiple special license plates are approved, each sponsoring organizations would pay their proportional share of the one-time implementation costs.

The start-up costs for programming and testing of DOL's computer systems to enable customers to request these new special license plates is estimated to take 3.4 months. The work will involve programming of the vehicle field system (VFS), vehicle headquarters system (VHS), internet payment option (IPO), DOL revenue system, and various other applications. The agency will hire contract programmers to accomplish the work. Detail of information systems modifications, contract rates, and costs are provided in the table below.

Breakdown of startup costs:

Cost Category	Description	Hours	Months	Rate	Cost
Contract IS Project Manager	Manage schedule and contracts	30	0.25	\$26,100	\$6,525
Contract IS Project Analyst	Determine business requirements. Translate requirements into what changes need to be made to the various computer systems, including such items as new account codes, new inventory codes, testing considerations, etc.	20	0.1	\$22,620	\$2,262
Contract IS Project Developers and Testers	Modifying programming and coding to all major vehicles-related and revenue-related systems, including Headquarters/Field Systems and Internet. Test to verify individual components meet the requirements, and that other business transactions have not been impacted.	500	3.0	\$16,878	\$50,634
		550	3.4		\$59,421

There will be ongoing costs associated with purchasing the plates and postage. These costs have been estimated at \$141,822 for the 2013-2015 Biennium.

Part III: Expenditure Detail

III. A – Expenditures by Object or Purpose

	FY 14	FY 15	13-15 Total	16-17 Total	17-19 Total
Goods and Services	120,019	81,224	201,243	191,233	143,180
TOTAL	120,019	81,224	201,243	191,233	143,180

III. A (1) – Detail of Expenditures by Sub-Object for Goods & Services

Object E Breakdown:	FY 14	FY 15	13-15 Total	16-17 Total	17-19 Total
EA Plates & Tabs	40,438	54,344	94,782	128,513	97,260
EB Postage	20,160	26,880	47,040	62,720	45,920
ER Application Programmers	59,421		59,421		
Total Goods & Svcs	120,019	81,224	201,243	191,233	143,180

III. A (2) – Detail of Expenditures by Fund

Additional information about assumptions and impacts is available directly from the Department of Licensing at 902-3644.

III. B – FTE Detail

Job Classification	Salary	EXPENDITURE DETAIL – STAFF				
		FY 14	FY 15	13-15 Total	16-17 Total	17-19 Total
Total FTEs		0.0	0.0	0.0	0.0	0.0

III. B – Expenditures by Program (optional)

Program	FY 14	FY 15	13-15 Total	16-17 Total	17-19 Total
100 - Mgmt & Support Services	60,598	81,224	141,822	191,233	143,180
200 - Information Services	59,421		59,421		
<i>Total</i>	120,019	81,224	201,243	191,233	143,180

Part IV: Capital Budget Impact

None

Part V: New Rule Making Required

WAC 308-96A—add the new plate series and requirements

Individual State Agency Fiscal Note

Bill Number: 5152 SB	Title: Sounders FC and Seahawks	Agency: 310-Department of Corrections
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Part I: Estimates

☐ No Fiscal Impact

Estimated Cash Receipts to:

ACCOUNT	FY 2014	FY 2015	2013-15	2015-17	2017-19
Correctional Industries	39,600	52,800	92,400	123,200	90,200
Account-Non-Appropriated 401-6					
Total \$	39,600	52,800	92,400	123,200	90,200

Estimated Expenditures from:

	FY 2014	FY 2015	2013-15	2015-17	2017-19
Account					
Correctional Industries	37,305	49,740	87,045	116,060	84,973
Account-Non-Appropriated 401-6					
Total \$	37,305	49,740	87,045	116,060	84,973

Estimated Capital Budget Impact:

NONE

This bill was identified as a proposal governed by the requirements of RCW 43.135.031 (Initiative 960). Therefore, this fiscal analysis includes a projection showing the ten-year cost to tax or fee payers of the proposed taxes or fees.

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: Amanda Cecil	Phone: 360-786-7429	Date: 01/21/2013
Agency Preparation: Eric Johnson	Phone: 360-725-8268	Date: 01/25/2013
Agency Approval: Sarian Scott	Phone: (360) 725-8270	Date: 01/25/2013
OFM Review: Kate Davis	Phone: (360) 902-0570	Date: 01/25/2013

Request # 017-2

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(2) amends RCW 46.18.200 to add Seattle Seahawks and Seattle Sounders FC to the list of special license plates that are approved by and will be issued by the Department of Licensing (DOL).

Section 2(1) amends RCW 46.17.220 to add Seattle Seahawks and Seattle Sounders FC to the license plate fee list with an initial fee of \$40.00 and a renewal fee of \$30.00, distributed under RCW 46.68.420.

Section 3(2) amends RCW 46.68.420 to add Seattle Seahawks and Seattle Sounders FC to the list of special license plate accounts and provides conditions for the use of funds generated from the sale of the plates.

Section 4(4) amends RCW 46.18.060 to add Seattle Seahawks and Seattle Sounders FC license plates to the list of special plates that do not fall under the limitations under subsection (3) of this section.

Section 5 creates a new section that provides a description for Seattle Sounders FC license plates.

Section 6 creates a new section that provides a description for Seattle Seahawks license plates.

Section 7 states this act takes effect January 1, 2014.

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.

There are cash receipt impacts to the Correctional Industries revolving fund (account 401).

The Department of Corrections (DOC) Correctional Industries (CI) produces license plates for DOL and as a result of this bill will have an increase in production. The cost to DOL per license plate is seen in the cash receipt impact. The cost per set of license plates is \$4.40. Given the estimated quantities needed by DOL based on this bill, the cash receipt impact by FY is shown below.

DOL estimates they will purchase the following number of Seattle Seahawks and Seattle Sounders FC special license plates from Correctional Industries (CI):

FY14: 9,000 sets
FY15: 12,000 sets
FY16: 15,000 sets
FY17: 13,000 sets
FY18: 10,500 sets
FY19: 10,000 sets
FY20: 9,000 sets

The estimated cost for CI to produce license plates is \$4.40/set or \$2.17/single. Based on the number of plates estimated to be purchased, the projected revenue generated to CI non-appropriated revolving fund is:

FY14: \$39,600
FY15: \$52,800
FY16: \$66,000
FY17: \$57,200
FY18: \$46,200
FY19: \$44,000
FY20: \$39,600

Projected revenue is slightly higher than the expenditures. The difference is administrative use to run the program.

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.

This bill results in workload impact to DOC CI. Estimated costs are shown above. License plates are manufactured by offenders who are paid \$0.98/hour for this line of business. Given the increase in license plate production, we will have costs associated with offender pay, and production of the license plates, ie. raw materials.

Assumptions:

1. DOL will purchase license plates from DOC CI.
2. The cost to DOL per set of license plates is \$4.40.
3. CI license plate production costs are \$4.15 per set of plates.
4. DOL license plate purchases and CI production costs by FY follows:

	DOL Purchases	CI Production Costs	Sales Margin
FY14:	\$39,600	\$37,305	\$2,295
FY15:	\$52,800	\$49,740	\$3,060
FY16:	\$66,000	\$62,175	\$3,825
FY17:	\$57,200	\$53,885	\$3,315
FY18:	\$46,200	\$43,523	\$2,678
FY19:	\$44,000	\$41,450	\$2,550
FY20:	\$39,600	\$37,305	\$2,295

5. The hourly offender wage is \$0.98.
6. Increased production of license plates affords offender jobs, which enhances prison safety by reducing idleness, and increases public safety by providing offenders with much needed job skills.
7. Projected revenue is slightly higher than the expenditures. The difference is administrative use to run the program.

Part III: Expenditure Detail

III. A - Expenditures by Object Or Purpose

	FY 2014	FY 2015	2013-15	2015-17	2017-19
FTE Staff Years					
A-Salaries and Wages					
B-Employee Benefits					
C-Professional Service Contracts					
E-Goods and Other 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					
9-Other	37,305	49,740	87,045	116,060	84,973
Total:	\$37,305	\$49,740	\$87,045	\$116,060	\$84,973

III. C - Expenditures By Program (optional)

Program	FY 2014	FY 2015	2013-15	2015-17	2017-19
Correctional Industries (400)	37,305	49,705	87,010	116,060	84,973
Total \$	37,305	49,705	87,010	116,060	84,973

Part IV: Capital Budget Impact

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.

None



Multiple Agency Ten-Year Analysis Summary

Bill Number	Title
5152 SB	Sounders FC and Seahawks

This ten-year analysis is limited to the estimated cash receipts associated with the proposed tax or fee increases.

Estimated Cash Receipts

	Fiscal Year 2014	Fiscal Year 2015	Fiscal Year 2016	Fiscal Year 2017	Fiscal Year 2018	Fiscal Year 2019	Fiscal Year 2020	Fiscal Year 2021	Fiscal Year 2022	Fiscal Year 2023	2014-23 TOTAL
Department of Licensing	360,000	750,000	1,170,000	1,438,000	1,530,000	1,612,000	1,644,000	1,660,000	0	0	10,164,000
Department of Corrections	0	0	0	0	0	0	0	0	0	0	0
Total	360,000	750,000	1,170,000	1,438,000	1,530,000	1,612,000	1,644,000	1,660,000	0	0	10,164,000



Ten-Year Analysis

Bill Number	Title	Agency
5152 SB	Sounders FC and Seahawks	240 Department of Licensing

This ten-year analysis is limited to agency estimated cash receipts associated with the proposed tax or fee increases. The Office of Financial Management ten-year projection can be found at <http://www.ofm.wa.gov/tax/default.asp>.

Estimates

☐ No Cash Receipts
 ☐ Indeterminate Cash Receipts

Estimated Cash Receipts

Name of Tax or Fee	Acct Code	Fiscal Year 2014	Fiscal Year 2015	Fiscal Year 2016	Fiscal Year 2017	Fiscal Year 2018	Fiscal Year 2019	Fiscal Year 2020	Fiscal Year 2021	Fiscal Year 2022	Fiscal Year 2023	2014-23 TOTAL
Seahawks Special Plates Original	New	105,200	168,000	210,000	182,000	147,000	140,000	126,000	119,000			1,197,200
Seahawks Special Plates Renewals	New		126,000	266,000	428,400	518,000	565,600	599,200	616,000			3,119,200
Sounders Special Plates Original	New	105,200	168,000	210,000	182,000	147,000	140,000	126,000	119,000			1,197,200
Sounders Special Plates Renewals	New		126,000	266,000	428,400	518,000	565,600	599,200	616,000			3,119,200
Special Plate	108	149,600	162,000	218,000	217,200	200,000	200,800	193,600	190,000			1,531,200
Total		360,000	750,000	1,170,000	1,438,000	1,530,000	1,612,000	1,644,000	1,660,000			10,164,000
Biennial Totals		1,110,000		2,608,000		3,142,000		3,304,000				10,164,000

Narrative Explanation (Required for Indeterminate Cash Receipts)

Section 1 adds the Seattle Seahawks and Seattle Sounders FC special license plates to RCW 46.18.200.

Section 2 makes the original fee for a Seattle Seahawks or a Seattle Sounders FC special license plate \$40, \$12 of which will be deposited in the Motor Vehicle Account, and the renewal fee for each plate \$30, \$2 of which will be deposited in the Motor Vehicle Account.

Section 3 (2) directs the State Treasurer to credit the entire proceeds from the Seattle Seahawks and Seattle Sounders FC special license plates fees to the Motor Vehicle Account until the department determines that the state has been reimbursed for the start-up costs of implementing these special license plates. The remainder of the funds from the Seattle Seahawks special plate fees will go to InvestED. The remainder of the funds from the Seattle Sounder special plate fees will go to Washington State Mentors and the Association of Washington Generals.

Section 7 makes this act effective January 1, 2014.



Ten-Year Analysis

Revised

Bill Number	Title	Agency
5152 SB	Sounders FC and Seahawks	240 Department of Licensing

This ten-year analysis is limited to agency estimated cash receipts associated with the proposed tax or fee increases. The Office of Financial Management ten-year projection can be found at <http://www.ofm.wa.gov/tax/default.asp>.

Narrative Explanation (Required for Indeterminate Cash Receipts)

The Seattle Seahawks and Seattle Sounders FC special license plates establishes a fee of \$40 for an original and \$30 for a renewed plate. Effective date is January 1, 2014 so the revenue impact for Fiscal Year 2014 is a partial year.

Agency Preparation: Sally McVaugh	Phone: (360) 902-3642	Date: 1/28/2013 1:37:45 pm
Agency Approval: Sam Knutson	Phone: (360) 902-3644	Date: 1/28/2013 1:37:45 pm
OFM Review: Jim Albert	Phone: (360) 902-0419	Date: 1/28/2013 3:14:46 pm



Ten-Year Analysis

Bill Number 5152 SB	Title Sounders FC and Seahawks	Agency 310 Department of Corrections
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This ten-year analysis is limited to agency estimated cash receipts associated with the proposed tax or fee increases. The Office of Financial Management ten-year projection can be found at <http://www.ofm.wa.gov/tax/default.asp>.

Estimates

☒ **No Cash Receipts** ☐ **Indeterminate Cash Receipts**

Name of Tax or Fee	Acct Code											
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Narrative Explanation (Required for Indeterminate Cash Receipts)

No tax or fee impact to Department of Corrections associated with this bill.

Agency Preparation: Eric Johnson	Phone: 360-725-8268	Date: 1/25/2013 1:19:08 pm
Agency Approval: Sarian Scott	Phone: (360) 725-8270	Date: 1/25/2013 1:19:08 pm
OFM Review: Jim Albert	Phone: (360) 902-0419	Date: 1/28/2013 3:14:46 pm