

Multiple Agency Fiscal Note Summary

Bill Number: 1096 HB	Title: Commercial fishing revenue
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Estimated Cash Receipts

Agency Name	2019-21		2021-23		2023-25	
	GF- State	Total	GF- State	Total	GF- State	Total
Department of Revenue	(1,993,000)	(1,994,000)	(2,174,000)	(2,176,000)	(2,174,000)	(2,176,000)
Total \$	(1,993,000)	(1,994,000)	(2,174,000)	(2,176,000)	(2,174,000)	(2,176,000)

Estimated Operating Expenditures

Agency Name	2019-21			2021-23			2023-25		
	FTEs	GF-State	Total	FTEs	GF-State	Total	FTEs	GF-State	Total
Department of Revenue	.3	223,300	223,300	.1	15,800	15,800	.1	15,800	15,800
Department of Fish and Wildlife	Fiscal note not available								
Total \$	0.3	223,300	223,300	0.1	15,800	15,800	0.1	15,800	15,800

Local Gov. Courts *									
Loc School dist-SPI									
Local Gov. Other **	Fiscal note not available								
Local Gov. Total									

Estimated Capital Budget Expenditures

Agency Name	2019-21			2021-23			2023-25		
	FTEs	Bonds	Total	FTEs	Bonds	Total	FTEs	Bonds	Total
Department of Revenue	.0	0	0	.0	0	0	.0	0	0
Department of Fish and Wildlife	Fiscal note not available								
Total \$	0.0	0	0	0.0	0	0	0.0	0	0

Estimated Capital Budget Breakout

NONE

Prepared by: Kathy Cody, OFM	Phone: (360) 902-9822	Date Published: Preliminary 1/17/2019
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* See Office of the Administrator for the Courts judicial fiscal note

** See local government fiscal note

ENPID: 53216

FNS029 Multi Agency rollout

Department of Revenue Fiscal Note

Bill Number: 1096 HB	Title: Commercial fishing revenue	Agency: 140-Department of Revenue
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Part I: Estimates

☐ No Fiscal Impact

Estimated Cash Receipts to:

Account	FY 2020	FY 2021	2019-21	2021-23	2023-25
GF-STATE-State 01 - Taxes 51 - Excise Taxes - Other	(906,000)	(1,087,000)	(1,993,000)	(2,174,000)	(2,174,000)
Wildlife Account (Anadromous Fish)-State 01 - Taxes 51 - Excise Taxes - Other		(1,000)	(1,000)	(2,000)	(2,000)
Total \$	(906,000)	(1,088,000)	(1,994,000)	(2,176,000)	(2,176,000)

Estimated Expenditures from:

	FY 2020	FY 2021	2019-21	2021-23	2023-25
FTE Staff Years	0.4	0.1	0.3	0.1	0.1
Account					
GF-STATE-State 001-1	215,400	7,900	223,300	15,800	15,800
Total \$	215,400	7,900	223,300	15,800	15,800

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.

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Agency Preparation: Beth Leech	Phone: 360-534-1513	Date: 01/17/2019
Agency Approval: Don Gutmann	Phone: 360-534-1510	Date: 01/17/2019
OFM Review: Kathy Cody	Phone: (360) 902-9822	Date: 01/17/2019

Request # 1096-1-1

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.

This bill makes changes to the distributions of portions of the revenue from the enhanced food fish tax.

CURRENT LAW

The tax on enhanced food fish is distributed to the general fund with the following exceptions:

- Revenues from anadromous game fish are deposited into the state wildlife account.
- One percent of the revenues from ocean waters, Columbia River, Willapa Bay, and Grays Harbor chinook, coho, and chum salmon are deposited into the state wildlife account. The remaining 5.69 percent is deposited into the general fund.

PROPOSAL

Under this proposal, one-third of the excise tax collection on enhanced food fish will be distributed to the city in which the fish was landed. The remaining two-thirds of the excise tax on anadromous game fish will be deposited in the state wildlife account.

Three and seventeen one-hundredths percent of the tax on ocean waters, Columbia River, Willapa Bay, and Grays Harbor chinook, coho, and chum salmon will be distributed to the general fund.

- One percent will be deposited in the state wildlife account
- Two and eight one-hundredths percent will be distributed to the city in which the fish was landed.

The bill takes effect 90 days after final adjournment of the session in which it is enacted.

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

- No revenue growth in tax collections from fish taxes
- A fish is considered landed in the city where the boat docks

DATA SOURCES

- Department of Revenue excise tax return data

REVENUE ESTIMATES

This bill decreases state revenues by an estimated \$906,000 in the 10 months of impacted collections in Fiscal Year 2020, and by \$1.1 million in Fiscal Year 2021, the first full year of impacted collections.

This bill also increases local revenues by an estimated \$906,000 in the 10 months of impacted collections in Fiscal Year 2020, and by \$1.1 million in Fiscal Year 2021, the first full year of impacted collections.

TOTAL REVENUE IMPACT:

State Government (cash basis, \$000):

FY 2020 -	(\$ 906)
FY 2021 -	(\$ 1,088)
FY 2022 -	(\$ 1,088)
FY 2023 -	(\$ 1,088)

FY 2024 - (\$ 1,088)
FY 2025 - (\$ 1,088)

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

FY 2020 - \$ 906
FY 2021 - \$ 1,088
FY 2022 - \$ 1,088
FY 2023 - \$ 1,088
FY 2024 - \$ 1,088
FY 2025 - \$ 1,088

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.

ASSUMPTIONS:

This legislation affects 75 taxpayers.

FIRST YEAR COSTS:

The Department of Revenue (Department) will incur total costs of \$215,400 in Fiscal Year 2020. These costs include:

Labor Costs – Time and effort equates to .41 FTEs.

- Monitoring work queues, review and prepare refunds, issue assessments, correspondence and taxpayer assistance.
- System testing, reports, design and development of forms, programming and training.
- Accounting activities and distributions to local governments.

Object Costs - \$176,000.

- Programming and configuration changes in ATLAS.

SECOND YEAR COSTS:

The Department will incur total costs of \$7,900 in Fiscal Year 2021. These costs include:

Labor Costs – Time and effort equates to .1 FTEs.

- Accounting activities and distributions to local governments.

ONGOING COSTS:

Ongoing costs for the 2021-23 Biennium equal \$15,800 and include similar activities described in the second year costs.

Time and effort equates to 0.1 FTEs.

Part III: Expenditure Detail

III. A - Expenditures by Object Or Purpose

	FY 2020	FY 2021	2019-21	2021-23	2023-25
FTE Staff Years	0.4	0.1	0.3	0.1	0.1
A-Salaries and Wages	24,600	5,200	29,800	10,400	10,400
B-Employee Benefits	7,400	1,600	9,000	3,200	3,200
C-Professional Service Contracts	176,000		176,000		
E-Goods and Other Services	4,600	900	5,500	1,800	1,800
J-Capital Outlays	2,800	200	3,000	400	400
Total \$	\$215,400	\$7,900	\$223,300	\$15,800	\$15,800

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 2020	FY 2021	2019-21	2021-23	2023-25
EXCISE TAX EX 3	56,256	0.0		0.0		
FISCAL ANALYST 3	52,332	0.1	0.1	0.1	0.1	0.1
FORMS AND RECORDS	54,924	0.1		0.1		
ANALYST SUPV						
IT SPEC 4	70,320	0.1		0.1		
MGMT ANALYST4	63,684	0.1		0.1		
Total FTEs		0.4	0.1	0.3	0.1	0.1

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.

There are no amendments or changes to rules.