

# Multiple Agency Fiscal Note Summary

<b>Bill Number:</b> 5488 SB	<b>Title:</b> Tacoma Narrows project
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## Estimated Cash Receipts

Agency Name	2021-23			2023-25			2025-27		
	GF-State	NGF-Outlook	Total	GF-State	NGF-Outlook	Total	GF-State	NGF-Outlook	Total
Office of State Treasurer	(772,020,000)	(772,020,000)	0	0	0	0	0	0	0
<b>Total \$</b>	<b>(772,020,000)</b>	<b>(772,020,000)</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>

## Estimated Operating Expenditures

Agency Name	2021-23				2023-25				2025-27			
	FTEs	GF-State	NGF-Outlook	Total	FTEs	GF-State	NGF-Outlook	Total	FTEs	GF-State	NGF-Outlook	Total
Bond Retirement and Interest	.0	0	0	671,927,325	.0	0	0	0	.0	0	0	0
Office of State Treasurer	.0	0	0	0	.0	0	0	0	.0	0	0	0
Department of Transportation	Fiscal note not available											
<b>Total \$</b>	<b>0.0</b>	<b>0</b>	<b>0</b>	<b>671,927,325</b>	<b>0.0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0.0</b>	<b>0</b>	<b>0</b>	<b>0</b>

## Estimated Capital Budget Expenditures

Agency Name	2021-23			2023-25			2025-27		
	FTEs	Bonds	Total	FTEs	Bonds	Total	FTEs	Bonds	Total
Bond Retirement and Interest	.0	0	0	.0	0	0	.0	0	0
Office of State Treasurer	.0	0	0	.0	0	0	.0	0	0
Department of Transportation	Fiscal note not available								
<b>Total \$</b>	<b>0.0</b>	<b>0</b>	<b>0</b>	<b>0.0</b>	<b>0</b>	<b>0</b>	<b>0.0</b>	<b>0</b>	<b>0</b>

## Estimated Capital Budget Breakout

<b>Prepared by:</b> Les Myhre, OFM	<b>Phone:</b> (360) 480-2142	<b>Date Published:</b> Preliminary
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# Individual State Agency Fiscal Note

<b>Bill Number:</b> 5488 SB	<b>Title:</b> Tacoma Narrows project	<b>Agency:</b> 010-Bond Retirement and Interest
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## Part I: Estimates

☐ No Fiscal Impact

### Estimated Cash Receipts to:

NONE

### Estimated Operating Expenditures from:

	FY 2022	FY 2023	2021-23	2023-25	2025-27
<b>Account</b>					
Highway Bond Retirement Account-State 303-1	0	671,892,325	671,892,325	0	0
Tacoma Narrows Toll Bridge Account-State 511-1	0	35,000	35,000	0	0
<b>Total \$</b>	0	671,927,325	671,927,325	0	0

### 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: Daniel Masterson	Phone: 360-786-7454	Date: 01/08/2022
Agency Preparation: Leslie Yonkers	Phone: (360) 902-9020	Date: 01/15/2022
Agency Approval: Leslie Yonkers	Phone: (360) 902-9020	Date: 01/15/2022
OFM Review: Les Myhre	Phone: (360) 480-2142	Date: 01/16/2022

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 states on July 1, 2022, the Treasurer’s Office must transfer from the general fund (account 001) the following amounts:

- \$672,000,000 to the highway bond retirement account (account 303) for outstanding principal and interest on the bonds issued for construction of the Tacoma Narrows bridge
- \$43,000,000 to the transportation partnership account (account 09H) for full repayment of the temporary transfers
- \$57,020,000 to the Tacoma Narrows toll bridge account (account 511)

Section 2 appropriates \$672,000,000, or as much thereof as may be necessary, for the fiscal biennium ending June 30, 2023, for the highway bond retirement fund (account 303) under Bond Retirement and Interest (agency 0100) in the State Treasurer’s office for the purpose of making full payment of the outstanding principal and interest payments on the bonds issued for the Tacoma Narrows bridge.

Section 3 appropriates \$20,000, or as much thereof may be necessary, for the fiscal biennium ending June 30, 2023, from the Tacoma Narrows Toll bridge account (account 511) for Bond Retirement and Interest (agency 010) in the State Treasurer’s office for the purpose of paying the administrative costs for the defeasance of the outstanding bonds issued for the Tacoma Narrows bridge.

Section 4 appropriates \$57,000,000, or as much thereof may be necessary, for the fiscal biennium ending June 30, 2023, from the Tacoma Narrows Toll bridge account (account 511) to the Department of Transportation for the purpose of making full payment of deferred sales tax for the Tacoma Narrows Bridge.

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.

N/A

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.

The cost to defease the outstanding Tacoma Narrows Bridge bonds as of June 30, 2022, is \$671,892,325 (gross funded), which is the total debt service due on the remaining bonds. This cost is assuming a closing date for the escrow account of July 1, 2022.

The administrative costs for the defeasance of the outstanding bonds issued for the Tacoma Narrows Bridge is estimated at \$35,000. This includes fees for municipal advisors, bond counsel, escrow agent, and CPA escrow verification agent.

Part III: Expenditure Detail

III. A - Operating Budget Expenditures

Account	Account Title	Type	FY 2022	FY 2023	2021-23	2023-25	2025-27
303-1	Highway Bond Retirement Account	State	0	671,892,325	671,892,325	0	0
511-1	Tacoma Narrows Toll Bridge Account	State	0	35,000	35,000	0	0
Total \$			0	671,927,325	671,927,325	0	0

III. B - Expenditures by Object Or Purpose

	FY 2022	FY 2023	2021-23	2023-25	2025-27
FTE Staff Years					
A-Salaries and Wages					
B-Employee Benefits					
C-Professional Service Contracts		32,650	32,650		
E-Goods and Other Services		2,350	2,350		
G-Travel					
J-Capital Outlays					
M-Inter Agency/Fund Transfers					
N-Grants, Benefits & Client Services					
P-Debt Service		671,892,325	671,892,325		
S-Interagency Reimbursements					
T-Intra-Agency Reimbursements					
9-					
Total \$	0	671,927,325	671,927,325	0	0

III. C - Operating FTE Detail: List FTEs by classification and corresponding annual compensation . Totals need to agree with total FTEs in Part I and Part IIIA  
NONE

III. D - Expenditures By Program (optional)

NONE

Part IV: Capital Budget Impact

IV. A - Capital Budget Expenditures

NONE

IV. B - Expenditures by Object Or Purpose

NONE

IV. C - Capital Budget Breakout

Identify acquisition and construction costs not reflected elsewhere on the fiscal note and describe potential financing methods  
NONE

IV. D - Capital FTE Detail: List FTEs by classification and corresponding annual compensation . Totals need to agree with total FTEs in Part IVB

NONE

N/A

**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 .*

N/A

## TNB Defeasance, closing 7/1/2022 -- Principal and Interest Requirements

as of 6/30/2022

TNB	FY	Pmt Date	Principal	Interest	Total Debt Service
TNB	2023	7/1/2022	4,145,000.00	882,925.00	5,027,925.00
TNB	2023	12/1/2022	12,187,053.60	18,567,946.40	30,755,000.00
TNB	2023	1/1/2023	0.00	779,300.00	779,300.00
TNB	2023	6/1/2023	14,885,113.75	27,639,886.25	42,525,000.00
TNB	2024	7/1/2023	4,445,000.00	779,300.00	5,224,300.00
TNB	2024	12/1/2023	13,250,346.25	21,349,653.75	34,600,000.00
TNB	2024	1/1/2024	0.00	668,175.00	668,175.00
TNB	2024	6/1/2024	13,978,976.10	28,656,023.90	42,635,000.00
TNB	2025	7/1/2024	4,850,000.00	668,175.00	5,518,175.00
TNB	2025	12/1/2024	12,218,980.65	21,886,019.35	34,105,000.00
TNB	2025	1/1/2025	0.00	546,925.00	546,925.00
TNB	2025	6/1/2025	13,620,936.40	30,409,063.60	44,030,000.00
TNB	2026	7/1/2025	5,015,000.00	546,925.00	5,561,925.00
TNB	2026	12/1/2025	11,507,609.50	22,397,390.50	33,905,000.00
TNB	2026	1/1/2026	0.00	421,550.00	421,550.00
TNB	2026	6/1/2026	12,703,044.00	30,801,956.00	43,505,000.00
TNB	2027	7/1/2026	5,375,000.00	421,550.00	5,796,550.00
TNB	2027	12/1/2026	11,236,173.05	23,483,826.95	34,720,000.00
TNB	2027	1/1/2027	0.00	287,175.00	287,175.00
TNB	2027	6/1/2027	11,887,436.70	31,212,563.30	43,100,000.00
TNB	2028	7/1/2027	5,555,000.00	287,175.00	5,842,175.00
TNB	2028	12/1/2027	11,141,088.10	25,038,911.90	36,180,000.00
TNB	2028	1/1/2028	0.00	195,500.00	195,500.00
TNB	2028	6/1/2028	11,395,380.20	32,399,619.80	43,795,000.00
TNB	2029	7/1/2028	5,865,000.00	195,500.00	6,060,500.00
TNB	2029	12/1/2028	10,289,433.70	25,345,566.30	35,635,000.00
TNB	2029	1/1/2029	0.00	98,575.00	98,575.00
TNB	2029	6/1/2029	10,982,479.60	33,667,520.40	44,650,000.00
TNB	2030	7/1/2029	5,965,000.00	98,575.00	6,063,575.00
TNB	2030	12/1/2029	9,605,932.50	25,394,067.50	35,000,000.00
TNB	2030	6/1/2030	10,409,902.80	34,250,097.20	44,660,000.00
			232,514,886.90	439,377,438.10	671,892,325.00

Row Labels	Sum of Principal	Sum of Interest	Sum of Total Debt Service
2023	31,217,167.35	47,870,057.65	79,087,225.00
2024	31,674,322.35	51,453,152.65	83,127,475.00
2025	30,689,917.05	53,510,182.95	84,200,100.00
2026	29,225,653.50	54,167,821.50	83,393,475.00
2027	28,498,609.75	55,405,115.25	83,903,725.00
2028	28,091,468.30	57,921,206.70	86,012,675.00
2029	27,136,913.30	59,307,161.70	86,444,075.00
2030	25,980,835.30	59,742,739.70	85,723,575.00
<b>Grand Total</b>	<b>232,514,886.90</b>	<b>439,377,438.10</b>	<b>671,892,325.00</b>

Source: TM\$ query "Bd - Ad hock - Use Tag - Debt Service"

As of November 24, 2021; outstanding as of July 1, 2022

# Individual State Agency Fiscal Note

<b>Bill Number:</b> 5488 SB	<b>Title:</b> Tacoma Narrows project	<b>Agency:</b> 090-Office of State Treasurer
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## Part I: Estimates

☐ No Fiscal Impact

### Estimated Cash Receipts to:

ACCOUNT	FY 2022	FY 2023	2021-23	2023-25	2025-27
General Fund-State 001-1		(772,020,000)	(772,020,000)		
Transportation Partnership Account-State 09H-1		43,000,000	43,000,000		
Highway Bond Retirement Account-State 303-1		672,000,000	672,000,000		
Tacoma Narrows Toll Bridge Account-State 511-1		57,020,000	57,020,000		
<b>Total \$</b>					

### Estimated Operating 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: Daniel Masterson	Phone: 360-786-7454	Date: 01/08/2022
Agency Preparation: Dan Mason	Phone: (360) 902-8990	Date: 01/15/2022
Agency Approval: Dan Mason	Phone: (360) 902-8990	Date: 01/15/2022
OFM Review: Cheri Keller	Phone: (360) 584-2207	Date: 01/15/2022



## 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.*

SB 5488 relates to the Tacoma Narrows toll bridge outstanding financial obligations. The state treasurer is directed to transfer money from the general fund to three accounts.

### 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.*

Under section 1, the state treasurer is directed to transfer from the general fund the following:

- \$672,000,000 to the highway bond retirement fund. The June 30, 2022 outstanding debt service as provided by agency 010 is \$671,892,325.
- \$43,000,000 to the transportation partnership account.
- \$57,020,000 to the Tacoma Narrows toll bridge account. Please note, the information provided by agency 010 reflects an increase of cost of issuance from \$20,000 to \$35,000 bringing the total to \$57,035,000.

In addition to this fiscal note, please refer to the fiscal note for agency 010 submitted by the Office of the State Treasurer.

### 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 - Operating Budget Expenditures

NONE

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

NONE

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

NONE

### III. D - Expenditures By Program (optional)

NONE

## Part IV: Capital Budget Impact

### IV. A - Capital Budget Expenditures

NONE

### IV. B - Expenditures by Object Or Purpose

NONE

### IV. C - Capital Budget Breakout

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

NONE

**IV. D - Capital FTE Detail:** *List FTEs by classification and corresponding annual compensation . Totals need to agree with total FTEs in Part IVB*

NONE

## **Part V: New Rule Making Required**