

Multiple Agency Fiscal Note Summary

Bill Number: 5488 SB	Title: Food fish excise tax revenue
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Estimated Cash Receipts

Agency Name	2023-25			2025-27			2027-29		
	GF-State	NGF-Outlook	Total	GF-State	NGF-Outlook	Total	GF-State	NGF-Outlook	Total
Department of Revenue	(5,300,000)	(5,300,000)	0	(5,800,000)	(5,800,000)	0	(5,800,000)	(5,800,000)	0
Total \$	(5,300,000)	(5,300,000)	0	(5,800,000)	(5,800,000)	0	(5,800,000)	(5,800,000)	0

Estimated Operating Expenditures

Agency Name	2023-25				2025-27				2027-29			
	FTEs	GF-State	NGF-Outlook	Total	FTEs	GF-State	NGF-Outlook	Total	FTEs	GF-State	NGF-Outlook	Total
Department of Revenue	.1	92,700	92,700	92,700	.0	0	0	0	.0	0	0	0
Department of Fish and Wildlife	.0	0	0	0	.0	0	0	0	.0	0	0	0
Total \$	0.1	92,700	92,700	92,700	0.0	0	0	0	0.0	0	0	0

Estimated Capital Budget Expenditures

Agency Name	2023-25			2025-27			2027-29		
	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	.0	0	0	.0	0	0	.0	0	0
Total \$	0.0	0	0	0.0	0	0	0.0	0	0

Estimated Capital Budget Breakout

Prepared by: Cheri Keller, OFM	Phone: (360) 584-2207	Date Published: Final
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Department of Revenue Fiscal Note

Bill Number: 5488 SB	Title: Food fish excise tax revenue	Agency: 140-Department of Revenue
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Part I: Estimates

No Fiscal Impact

Estimated Cash Receipts to:

Account	FY 2024	FY 2025	2023-25	2025-27	2027-29
GF-STATE-State 01 - Taxes 51 - Excise Taxes - Other	(2,400,000)	(2,900,000)	(5,300,000)	(5,800,000)	(5,800,000)
Fish, Wildlife, and Conservation Account-State 01 - Taxes 51 - Excise Taxes - Other	2,400,000	2,900,000	5,300,000	5,800,000	5,800,000
Total \$					

Estimated Expenditures from:

Account	FY 2024	FY 2025	2023-25	2025-27	2027-29
FTE Staff Years	0.2		0.1		
GF-STATE-State 001-1	92,700		92,700		
Total \$	92,700		92,700		

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: Jeff Olsen	Phone: 60-786-7428	Date: 01/25/2023
Agency Preparation: Beth Leech	Phone: 60-534-1513	Date: 01/28/2023
Agency Approval: Valerie Torres	Phone: 60-534-1521	Date: 01/28/2023
OFM Review: Cheri Keller	Phone: (360) 584-2207	Date: 01/30/2023

Request # 5488-1-1

Part II: Narrative Explanation

II. A - Brief Description Of What The Measure Does That Has Fiscal Impact

Significant provisions of the bill and any related workload or policy assumptions that have revenue or expenditure impact on the responding agency by section number.

CURRENT LAW:

The Department of Revenue (department) deposits all enhanced food fish taxes in the general fund except the following:

- The tax on anadromous game fish. The department deposits this in the fish, wildlife, and conservation account.
- The tax on ocean waters, Columbia River, Willapa Bay, and Grays Harbor Chinook, coho, and chum salmon. The department deposits these taxes as follows:
 - The equivalent of 5.25% goes into the general fund.
 - The equivalent of 1.0% goes into the fish, wildlife, and conservation account.

PROPOSAL:

This bill redirects all tax collections on enhanced food fish (Chapter 82.27) to the fish, wildlife, and conservation account.

EFFECTIVE DATE:

This bill takes effect on August 1, 2023.

II. B - Cash receipts Impact

Cash receipts impact of the legislation on the responding agency with the cash receipts provisions identified by section number and when appropriate, the detail of the revenue sources. Description of the factual basis of the assumptions and the method by which the cash receipts impact is derived. Explanation of how workload assumptions translate into estimates. Distinguished between one time and ongoing functions.

ASSUMPTIONS

- This legislation redirects the taxes on shellfish, sea urchins, sea cucumbers, oysters, anadromous game fish, and Chinook, coho, and chum salmon (from ocean waters, Columbia River, Willapa Bay, and Grays Harbor).

DATA SOURCES

- Department of Revenue, excise tax data

REVENUE ESTIMATES

This legislation decreases the general fund by redirecting enhanced food fish tax revenue to fish, wildlife, and conservation account.

This bill redirects an estimated \$2.4 million in the 10 months of fiscal year 2024 to fish, wildlife, and conservation account, and \$2.9 million in fiscal year 2025, the first full year of impacted collections.

TOTAL REVENUE IMPACT:

State Government (cash basis, \$000):

FY 2024 -	\$ 0
FY 2025 -	\$ 0
FY 2026 -	\$ 0
FY 2027 -	\$ 0
FY 2028 -	\$ 0
FY 2029 -	\$ 0

Local Government, if applicable (cash basis, \$000): None

II. C - Expenditures

Agency expenditures necessary to implement this legislation (or savings resulting from this legislation), with the provisions of the legislation that result in the expenditures (or savings) identified by section number. Description of the factual basis of the assumptions and the method by which the expenditure impact is derived. Explanation of how workload assumptions translate into cost estimates. Distinguished between one time and ongoing functions.

FIRST YEAR COSTS:

The department will incur total costs of \$92,700 in fiscal year 2024. These costs include:

- Labor Costs – Time and effort equate to 0.2 FTE.
 - Computer system testing, monitoring, and maintenance.
- Object Costs - \$66,000.
 - Contract computer system programming.

ONGOING COSTS:

There are no ongoing costs.

Part III: Expenditure Detail

III. A - Expenditures by Object Or Purpose

	FY 2024	FY 2025	2023-25	2025-27	2027-29
FTE Staff Years	0.2		0.1		
A-Salaries and Wages	16,600		16,600		
B-Employee Benefits	5,500		5,500		
C-Professional Service Contracts	66,000		66,000		
E-Goods and Other Services	3,200		3,200		
J-Capital Outlays	1,400		1,400		
Total \$	\$92,700		\$92,700		

III. B - Detail: FTEs listed by classification and corresponding annual compensation. Totals agree with total FTEs in Part I and Part IIIA.

Job Classification	Salary	FY 2024	FY 2025	2023-25	2025-27	2027-29
IT SYS ADM-JOURNEY	92,844	0.1		0.1		
MGMT ANALYST4	73,260	0.1		0.1		
Total FTEs		0.2		0.1		

III. C - 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

Acquisition and construction costs not reflected elsewhere on the fiscal note and description of potential financing methods.

NONE

Part V: New Rule Making Required

Individual State Agency Fiscal Note

Bill Number: 5488 SB	Title: Food fish excise tax revenue	Agency: 477-Department of Fish and Wildlife
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Part I: Estimates

No Fiscal Impact

Estimated Cash Receipts to:

NONE

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: Jeff Olsen	Phone: 360-786-7428	Date: 01/25/2023
Agency Preparation: Barbara Reichart	Phone: 3608190438	Date: 01/29/2023
Agency Approval: Barbara Reichart	Phone: 3608190438	Date: 01/29/2023
OFM Review: Matthew Hunter	Phone: (360) 529-7078	Date: 01/29/2023

Part II: Narrative Explanation

II. A - Brief Description Of What The Measure Does That Has Fiscal Impact

Significant provisions of the bill and any related workload or policy assumptions that have revenue or expenditure impact on the responding agency by section number.

Section 2 redirects tax revenue from enhanced food fish sales from the State General Fund to the Fish, Wildlife, and Conservation Account.

The bill goes into effect on August 1, 2023.

The bill increases funds in the Fish, Wildlife, and Conservation Account as collected by the Department of Revenue, but does not change WDFW's expenditure authority. No fiscal impact.

II. B - Cash receipts Impact

Cash receipts impact of the legislation on the responding agency with the cash receipts provisions identified by section number and when appropriate, the detail of the revenue sources. Description of the factual basis of the assumptions and the method by which the cash receipts impact is derived. Explanation of how workload assumptions translate into estimates. Distinguished between one time and ongoing functions.

II. C - Expenditures

Agency expenditures necessary to implement this legislation (or savings resulting from this legislation), with the provisions of the legislation that result in the expenditures (or savings) identified by section number. Description of the factual basis of the assumptions and the method by which the expenditure impact is derived. Explanation of how workload assumptions translate into cost estimates. Distinguished 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: *FTEs listed by classification and corresponding annual compensation. Totals 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

Acquisition and construction costs not reflected elsewhere on the fiscal note and description of potential financing methods.

NONE

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

NONE

Part V: New Rule Making Required

Provisions of the bill that require the agency to adopt new administrative rules or repeal/revise existing rules.