

# Multiple Agency Fiscal Note Summary

|                               |  |
|-------------------------------|--|
| <b>Bill Number:</b> 5672 S SB | <b>Title:</b> Auto theft authority account |
|-------------------------------|--|

## 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    |
| Administrative Office of the Courts | 6,066,000  | 6,066,000          | 0        | 6,066,000          | 6,066,000          | 0        | 6,066,000          | 6,066,000          | 0        |
| Office of State Treasurer           | (14,105,175)   | (14,105,175)       | 0        | (14,246,580)       | (14,246,580)       | 0        | (14,389,402)       | (14,389,402)       | 0        |
| Office of State Treasurer           | In addition to the estimate above, there are additional indeterminate costs and/or savings. Please see individual fiscal note. |                    |          |                    |                    |          |                    |                    |          |
| <b>Total \$</b>                     | <b>(8,039,175)</b>   | <b>(8,039,175)</b> | <b>0</b> | <b>(8,180,580)</b> | <b>(8,180,580)</b> | <b>0</b> | <b>(8,323,402)</b> | <b>(8,323,402)</b> | <b>0</b> |

| Agency Name         | 2023-25  |       | 2025-27   |       | 2027-29   |       |
|---------------------|--|-------|-----------|-------|-----------|-------|
|                     | GF- State  | Total | GF- State | Total | GF- State | Total |
| Local Gov. Courts   |  |       |           |       |           |       |
| Loc School dist-SPI |  |       |           |       |           |       |
| Local Gov. Other    | Non-zero but indeterminate cost and/or savings. Please see discussion. |       |           |       |           |       |
| Local Gov. Total    |  |       |           |       |           |       |

## 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    |
| Administrative Office of the Courts         | .0                        | 0        | 0           | 0        | .0         | 0        | 0           | 0        | .0         | 0        | 0           | 0        |
| Office of State Treasurer                   | .0                        | 0        | 0           | 0        | .0         | 0        | 0           | 0        | .0         | 0        | 0           | 0        |
| Office of Insurance Commissioner            | Fiscal note not available |          |             |          |            |          |             |          |            |          |             |          |
| Criminal Justice Training Commission        | Fiscal note not available |          |             |          |            |          |             |          |            |          |             |          |
| Department of Children, Youth, and Families | .0                        | 0        | 0           | 0        | .0         | 0        | 0           | 0        | .0         | 0        | 0           | 0        |
| Department of Corrections                   | Fiscal note not available |          |             |          |            |          |             |          |            |          |             |          |
| <b>Total \$</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> | <b>0.0</b> | <b>0</b> | <b>0</b>    | <b>0</b> |

| Agency Name         | 2023-25  |          |       | 2025-27 |          |       | 2027-29 |          |       |
|---------------------|--|----------|-------|---------|----------|-------|---------|----------|-------|
|                     | FTEs   | GF-State | Total | FTEs    | GF-State | Total | FTEs    | GF-State | Total |
| Local Gov. Courts   |  |          |       |         |          |       |         |          |       |
| Loc School dist-SPI |  |          |       |         |          |       |         |          |       |
| Local Gov. Other    | Non-zero but indeterminate cost and/or savings. Please see discussion. |          |       |         |          |       |         |          |       |
| Local Gov. Total    |  |          |       |         |          |       |         |          |       |

## Estimated Capital Budget Expenditures

| Agency Name                                 | 2023-25                   |          |          | 2025-27    |          |          | 2027-29    |          |          |
|---|---------------------------|----------|----------|------------|----------|----------|------------|----------|----------|
|   | FTEs                      | Bonds    | Total    | FTEs       | Bonds    | Total    | FTEs       | Bonds    | Total    |
| Administrative Office of the Courts         | .0                        | 0        | 0        | .0         | 0        | 0        | .0         | 0        | 0        |
| Office of State Treasurer                   | .0                        | 0        | 0        | .0         | 0        | 0        | .0         | 0        | 0        |
| Office of Insurance Commissioner            | Fiscal note not available |          |          |            |          |          |            |          |          |
| Criminal Justice Training Commission        | Fiscal note not available |          |          |            |          |          |            |          |          |
| Department of Children, Youth, and Families | .0                        | 0        | 0        | .0         | 0        | 0        | .0         | 0        | 0        |
| Department of Corrections                   | 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> |

| Agency Name         | 2023-25  |          |       | 2025-27 |          |       | 2027-29 |          |       |
|---------------------|--|----------|-------|---------|----------|-------|---------|----------|-------|
|                     | FTEs   | GF-State | Total | FTEs    | GF-State | Total | FTEs    | GF-State | Total |
| Local Gov. Other    | Non-zero but indeterminate cost and/or savings. Please see discussion. |          |       |         |          |       |         |          |       |
| Local Gov. Total    |  |          |       |         |          |       |         |          |       |
| Local Gov. Courts   |  |          |       |         |          |       |         |          |       |
| Loc School dist-SPI |  |          |       |         |          |       |         |          |       |

## Estimated Capital Budget Breakout

|   |                                 |   |
|---|---------------------------------|---|
| <b>Prepared by:</b> Cynthia Hollimon, OFM | <b>Phone:</b><br>(360) 810-1979 | <b>Date Published:</b><br>Preliminary 2/23/2023 |
|---|---------------------------------|---|

# Judicial Impact Fiscal Note

|                               |  |  |
|-------------------------------|--|--|
| <b>Bill Number:</b> 5672 S SB | <b>Title:</b> Auto theft authority account | <b>Agency:</b> 055-Administrative Office of the Courts |
|-------------------------------|--|--|

## Part I: Estimates

No Fiscal Impact

### Estimated Cash Receipts to:

| Account  | FY 2024     | FY 2025     | 2023-25     | 2025-27     | 2027-29     |
|--|-------------|-------------|-------------|-------------|-------------|
| General Fund-State 001-1                                       | 3,033,000   | 3,033,000   | 6,066,000   | 6,066,000   | 6,066,000   |
| Washington Auto Theft Prevention Authority Account-State 11K-1 | (3,033,000) | (3,033,000) | (6,066,000) | (6,066,000) | (6,066,000) |
| Counties   |             |             |             |             |             |
| Cities   |             |             |             |             |             |
| <b>Total \$</b>  |             |             |             |             |             |

### Estimated Expenditures from:

NONE

### Estimated Capital Budget Impact:

NONE

*The revenue and expenditure estimates on this page represent the most likely fiscal impact. Responsibility for expenditures may be subject to the provisions of RCW 43.135.060.*

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 for 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.

|                                    |                       |                  |
|------------------------------------|-----------------------|------------------|
| Legislative Contact: Sarian Scott  | Phone: 360-786-7729   | Date: 02/21/2023 |
| Agency Preparation: Angie Wirkkala | Phone: 360-704-5528   | Date: 02/22/2023 |
| Agency Approval: Chris Stanley     | Phone: 360-357-2406   | Date: 02/22/2023 |
| OFM Review: Gaius Horton           | Phone: (360) 819-3112 | Date: 02/23/2023 |

184,673.00

Request # 212-1

Form FN (Rev 1/00)

1

Bill # 5672 S SB

## Part II: Narrative Explanation

### II. A - Brief Description Of What The Measure Does That Has Fiscal Impact on the Courts

The substitute would not change the impacts to the Administrative Office of the Courts.

Section 2(7)(b) would amend RCW 46.63.110 shifting revenue deposited into the Washington Auto Theft Prevention Authority Account to the General Fund-State.

Section 4(1)(b) would amend RCW 48.14.020 requiring that \$7 million from an insurance premium tax collected under this section be deposited by the State Treasurer into the Washington Auto Theft Prevention Authority Account each year beginning July 1, 2023, and adjusted over time for the consumer price index.

### II. B - Cash Receipts Impact

In the 2023-25 biennial budget, the Administrative Office of the Courts estimated \$3,033,000 per fiscal year for deposit to the Washington Auto Theft Prevention Authority Account. This will now be transferred to the General Fund-State.

### II. C - Expenditures

Minimal fiscal impact to the Administrative Office of the Courts to update the accounting functions in the case management systems to direct infraction revenue to the General Fund-State instead of the Washington Auto Theft Prevention Authority Account

## Part III: Expenditure Detail

### III. A - Expenditure By Object or Purpose (State)

NONE

### III. B - Expenditure By Object or Purpose (County)

NONE

### III. C - Expenditure By Object or Purpose (City)

NONE

### III. D - FTE Detail

NONE

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

NONE

## Part IV: Capital Budget Impact

### IV. A - Capital Budget Expenditures

NONE

### IV. B1 - Expenditures by Object Or Purpose (State)

NONE

### IV. B2 - Expenditures by Object Or Purpose (County)

NONE

### IV. B3 - Expenditures by Object Or Purpose (City)

NONE

184,673.00

Form FN (Rev 1/00)

**IV. C - Capital Budget Breakout**

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

NONE

None

# Individual State Agency Fiscal Note

|                               |  |  |
|-------------------------------|--|--|
| <b>Bill Number:</b> 5672 S SB | <b>Title:</b> Auto theft authority account | <b>Agency:</b> 090-Office of State Treasurer |
|-------------------------------|--|--|

## Part I: Estimates

No Fiscal Impact

### Estimated Cash Receipts to:

| ACCOUNT  | FY 2024     | FY 2025     | 2023-25      | 2025-27      | 2027-29      |
|--|-------------|-------------|--------------|--------------|--------------|
| General Fund-State 001-1                                       | (7,035,000) | (7,070,175) | (14,105,175) | (14,246,580) | (14,389,402) |
| Washington Auto Theft Prevention Authority Account-State 11K-1 | 7,035,000   | 7,070,175   | 14,105,175   | 14,246,580   | 14,389,402   |
| <b>Total \$</b>  |             |             |              |              |              |

In addition to the estimates above, there are additional indeterminate costs and/or savings. Please see discussion.

### 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: Sarian Scott | Phone: 360-786-7729   | Date: 02/21/2023 |
| Agency Preparation: Dan Mason     | Phone: (360) 902-8990 | Date: 02/22/2023 |
| Agency Approval: Dan Mason        | Phone: (360) 902-8990 | Date: 02/22/2023 |
| OFM Review: Amy Hatfield          | Phone: (360) 280-7584 | Date: 02/22/2023 |

## 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.*

SSB 5672 modifies the Washington auto theft prevention authority account revenue stream. The Washington auto theft prevention authority account earnings from investments are credited to the general fund.

### 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.*

Under section 4, beginning July 1, 2023, and July 1st of each year thereafter, the state treasurer shall deposit \$7,000,000 in moneys collected for premium taxes pursuant to this section into the Washington auto theft prevention authority account created in RCW 46.66.080. Beginning July 1, 2023, the amount deposited under this subsection must be adjusted by the most current seasonally adjusted index of the consumer price index for all urban consumers as published by the bureau of labor statistics of the United States department of labor. The latest consumer price index (CPI) in January 2023 = +0.5%.

Projected cash flows are currently unavailable; therefore, estimated earnings from investments are indeterminable.

There may be an impact on the debt service limitation calculation. Changes to the earnings credited to the general fund impacts, by an equal amount, general state revenues.

### 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.*



# Individual State Agency Fiscal Note

|                               |  |  |
|-------------------------------|--|--|
| <b>Bill Number:</b> 5672 S SB | <b>Title:</b> Auto theft authority account | <b>Agency:</b> 307-Department of Children, Youth, and Families |
|-------------------------------|--|--|

## 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: Sarian Scott | Phone: 360-786-7729   | Date: 02/21/2023 |
| Agency Preparation: Jay Treat     | Phone: 360-556-6313   | Date: 02/22/2023 |
| Agency Approval: Crystal Lester   | Phone: 360-628-3960   | Date: 02/22/2023 |
| OFM Review: Cynthia Hollimon      | Phone: (360) 810-1979 | Date: 02/23/2023 |

## 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.*

Comparison of 5672 SB to 5672 SSB:

Section 4(1)(b) clarifies language by changing from:

Beginning July 1, 2023, and each July 1st thereafter, \$7,000,000 from the tax collected under this subsection must be deposited into the Washington auto theft prevention authority account.

To:

Beginning July 1, 2023, and July 1st of each year thereafter, the state treasurer shall deposit \$7,000,000 in moneys collected for premium taxes pursuant to this section into the Washington auto theft prevention authority account.

---

No change to fiscal impact.

New section one stipulates that the Washington auto theft prevention authority account revenues from traffic infractions have decreased as more drivers access diversion and deferral programs designed to assist people with retaining their licenses. In order to provide more secure funding to combat and prevent motor vehicle theft, the legislature intends to deposit \$7 million from insurance premium tax collections into the Washington auto theft prevention account.

Section two changes the \$10 fee from traffic infractions to be deposited in the general fund rather than the Washington auto theft prevention account.

Section four amends RCW 48.14.020 by stating that beginning July 1, 2023, and July 1st of each year thereafter, the state treasurer shall deposit \$7,000,00 in moneys collected for premium taxes pursuant to this section into the Washington auto theft prevention authority account. Also, the amount deposited must be adjusted by the most current seasonally adjusted index of the consumer price index for all urban consumers as published by the bureau of labor statistics of the United States department of labor.

### 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.*

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.*

No fiscal impact.

The proposal in this bill to deposit insurance premium tax collections into the Washington auto theft prevention authority account does not affect the Department of Children, Youth, and Families(DCYF)/Juvenile Rehabilitation(JR). Currently JR has \$98,000 in Washington auto theft prevention authority. The Governor's budget proposes moving these funds to General

Fund State funds.

### **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

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.*

# LOCAL GOVERNMENT FISCAL NOTE

Department of Commerce

**Bill Number:** 5672 S SB

**Title:** Auto theft authority account

## Part I: Jurisdiction-Location, type or status of political subdivision defines range of fiscal impacts.

### Legislation Impacts:

- Cities: All cities and towns
- Counties: All counties
- Special Districts:
- Specific jurisdictions only:
- Variance occurs due to:

## Part II: Estimates

- No fiscal impacts.
- Expenditures represent one-time costs:
- Legislation provides local option:
- Key variables cannot be estimated with certainty at this time: The distribution of auto theft prevention account funds by city and county.

### Estimated revenue impacts to:

**Non-zero but indeterminate cost and/or savings. Please see discussion.**

### Estimated expenditure impacts to:

**Non-zero but indeterminate cost and/or savings. Please see discussion.**

## Part III: Preparation and Approval

|  |                       |                  |
|--|-----------------------|------------------|
| Fiscal Note Analyst: Kristine Williams | Phone: (564) 669-3002 | Date: 02/23/2023 |
| Leg. Committee Contact: Sarian Scott   | Phone: 360-786-7729   | Date: 02/21/2023 |
| Agency Approval: Alice Zillah          | Phone: 360-725-5035   | Date: 02/23/2023 |
| OFM Review: Cynthia Hollimon           | Phone: (360) 810-1979 | Date: 02/23/2023 |

## **Part IV: Analysis**

### **A. SUMMARY OF BILL**

*Description of the bill with an emphasis on how it impacts local government.*

CHANGES BETWEEN THIS VERSION AND THE PREVIOUS BILL VERSION:

Sec.4 (1) (b) is amended to state that on July 1, 2023, and July 1st of each year thereafter, the state treasurer shall deposit \$7,000,000 in moneys collected for premium taxes into the Washington auto theft prevention authority account.

These changes do not create a fiscal impact for local governments.

### **B. SUMMARY OF EXPENDITURE IMPACTS**

*Expenditure impacts of the legislation on local governments with the expenditure provisions identified by section number and when appropriate, the detail of expenditures. Delineated between city, county and special district impacts.*

CHANGES IN EXPENDITURE IMPACTS BETWEEN THIS VERSION AND THE PREVIOUS BILL VERSION:

The substitute version of this bill does not change the impact on local government expenditures below:

This legislation has an indeterminate impact on local government expenditures due to a potential loss of revenue used for criminal justice operations and crime prevention programs that are not focused specifically on auto theft prevention.

### **C. SUMMARY OF REVENUE IMPACTS**

*Revenue impacts of the legislation on local governments, with the revenue provisions identified by section number, and when appropriate, the detail of revenue sources. Delineated between city, county and special district impacts.*

This bill version does not change the impact on local government revenues below:

This legislation has an indeterminate revenue impact on local governments. There is no information available on the amount of funds that are diverted from the auto theft prevention activities to fund other criminal justice expenses.

#### **SOURCES**

Local Government Fiscal Note SB 5672 (2023)