

Multiple Agency Fiscal Note Summary

Bill Number: 6087 SB	Title: Fire Service Training Account
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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
Washington State Patrol	(1,337,783)	(1,337,783)	0	(2,675,566)	(2,675,566)	0	(2,675,566)	(2,675,566)	0
Total \$	(1,337,783)	(1,337,783)	0	(2,675,566)	(2,675,566)	0	(2,675,566)	(2,675,566)	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
Office of Insurance Commissioner	Fiscal note not available											
Washington State Patrol	.0	0	0	0	.0	0	0	0	.0	0	0	0
Total \$	0.0	0	0	0	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
Office of Insurance Commissioner	Fiscal note not available								
Washington State Patrol	.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

NONE

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Individual State Agency Fiscal Note

Bill Number: 6087 SB	Title: Fire Service Training Account	Agency: 225-Washington State Patrol
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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
General Fund-State 001-1		(1,337,783)	(1,337,783)	(2,675,566)	(2,675,566)
Fire Service Training Account-State 086-1		1,337,783	1,337,783	2,675,566	2,675,566
Total \$					

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.

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Agency Preparation: Yvonne Ellison	Phone: 360-596-4042	Date: 01/09/2024
Agency Approval: Mario Buono	Phone: (360) 596-4046	Date: 01/09/2024
OFM Review: Tiffany West	Phone: (360) 890-2653	Date: 01/10/2024

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.

There is no direct fiscal impact to the Washington State Patrol (WSP) from the proposed legislation, but there is a potentially significant impact to the Fire Service Training Account fund balance that impacts current and future activities of the State Fire Marshal's Office (SFMO).

Section 1(1)(c) of the proposed legislation will change the percentage of the Fire Insurance Premium Tax distributed to the Fire Service Training Account under RCW 43.43.944 from twenty percent to twenty-five percent.

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.

The proposed legislation will result in an increased share of revenues deposited to the Fire Service Training Account (086).

The Fire Insurance Premium Tax is currently distributed per statutory directive as follows:

- 40% - Volunteer Fire Fighters' Pension Fund - RCW 41.24.030
- 25% - Cities with full-time fire departments (FF Pension Fund) - RCW 41.16.050
- 20% - Fire Service Training Account (086) - RCW 43.43.944

The remaining portion of the Fire Insurance Premium Tax (currently 15%) is deposited into the General Fund-State. The proposed legislation does not make changes to any other distribution directed by statute, but does by default reduce the portion distributed to General Fund - State.

The total fire insurance premiums collected each year are taxed in accordance with RCW 48.14.020, and are dependent on many outside factors, including new home construction rates. Using the May 2023 annual deposit into the Fire Service Training Account of \$5,351,129.98 at twenty percent, we estimate that increasing the percentage to twenty-five percent would have increased this amount by \$1,337,782.50, with a corresponding decrease to the General Fund-State deposit.

The impacts of this proposed change are shown in the Estimated Cash Receipts table.

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.

The proposed legislation does not require any additional activities of our SFMO. However, the Fire Service Training Account, which funds many of the SFMO's activities, is currently at risk of being unable to continue supporting these activities due to fund balance concerns. We estimate that the proposed legislation will significantly rectify these concerns.

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.