

Multiple Agency Fiscal Note Summary

Bill Number: 5975 SB	Title: Social housing
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Estimated Cash Receipts

NONE

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	No fiscal impact					
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
Department of Commerce	.1	34,663	34,663	34,663	.0	0	0	0	.0	0	0	0
Department of Commerce	In addition to the estimate above, there are additional indeterminate costs and/or savings. Please see individual fiscal note.											
Total \$	0.1	34,663	34,663	34,663	0.0	0	0	0	0.0	0	0	0

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	No fiscal impact								
Local Gov. Total									

Estimated Capital Budget Expenditures

Agency Name	2023-25			2025-27			2027-29		
	FTEs	Bonds	Total	FTEs	Bonds	Total	FTEs	Bonds	Total
Department of Commerce	Non-zero but indeterminate cost and/or savings. Please see discussion.								
Total \$	0.0	0	0	0.0	0	0	0.0	0	0

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	No fiscal impact								
Local Gov. Total									

Estimated Capital Budget Breakout

Department of Commerce	Non-zero but indeterminate cost and/or savings. Please see discussion.
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Commerce's note was revised to correct the number of operating FTEs.
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Prepared by: Myra Baldini, OFM	Phone: (360) 688-8208	Date Published: Revised 1/16/2024
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Individual State Agency Fiscal Note

Bill Number: 5975 SB	Title: Social housing	Agency: 103-Department of Commerce
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Part I: Estimates

No Fiscal Impact

Estimated Cash Receipts to:

NONE

Estimated Operating Expenditures from:

	FY 2024	FY 2025	2023-25	2025-27	2027-29
FTE Staff Years	0.0	0.3	0.1	0.0	0.0
Account					
General Fund-State 001-1	0	34,663	34,663	0	0
Total \$	0	34,663	34,663	0	0

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

Estimated Capital Budget Impact:

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

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: Melissa Van Gorkom	Phone: 360-786-7491	Date: 01/08/2024
Agency Preparation: Hayley Tresenriter	Phone: 360-725-3042	Date: 01/15/2024
Agency Approval: Hayley Tresenriter	Phone: 360-725-3042	Date: 01/15/2024
OFM Review: Myra Baldini	Phone: (360) 688-8208	Date: 01/16/2024

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.

Section 1(7) defines ‘Moderate-income households’ to include moderate-income households of 80% to 120% of median family income adjusted for household size for the county where the project is located.

Section 2 expands the authorizing environment impacted by RCW 43.185A to include housing on land that is publicly owned in perpetuity and available to households at any income level and adds social housing as an eligible use of appropriations to the housing trust fund. Commerce assumes that \$35,000 will be needed to fund .25 of an FTE to support the administrative changes that will be needed if this bill passes.

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.

The bill would expand the income levels to be assisted by the housing trust fund for projects wherein the land is publicly owned in perpetuity and available to households of any income level, including low-income and moderate-income households. Project eligibility to receive housing trust fund funding would be expanded in reflection of the legislative appropriation. Therefore, the expenditures for this bill are indeterminate.

Without funding amounts, Commerce cannot predict the related workload beyond the administrative impact. Commerce assumes there will be a need in FY25 for a cumulative .25 of an FTE to complete the work associated with reorganizing processes to meet the requirements of the bill.

.1 of a WMS2 and .15 of a Commerce Specialist 4 will be used to complete the work required from this bill.

Part III: Expenditure Detail

III. A - Operating Budget Expenditures

Account	Account Title	Type	FY 2024	FY 2025	2023-25	2025-27	2027-29
001-1	General Fund	State	0	34,663	34,663	0	0
Total \$			0	34,663	34,663	0	0

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

III. B - Expenditures by Object Or Purpose

	FY 2024	FY 2025	2023-25	2025-27	2027-29
FTE Staff Years		0.3	0.1		
A-Salaries and Wages		25,972	25,972		
B-Employee Benefits		8,691	8,691		
C-Professional Service Contracts					
E-Goods and Other Services					
G-Travel					
J-Capital Outlays					
M-Inter Agency/Fund Transfers					
N-Grants, Benefits & Client Services					
P-Debt Service					
S-Interagency Reimbursements					
T-Intra-Agency Reimbursements					
9-					
Total \$	0	34,663	34,663	0	0

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

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

Job Classification	Salary	FY 2024	FY 2025	2023-25	2025-27	2027-29
CS4			0.2	0.1		
WM2			0.1	0.1		
Total FTEs			0.3	0.1		0.0

III. D - Expenditures By Program (optional)

Program	FY 2024	FY 2025	2023-25	2025-27	2027-29
Housing Trust Fund Program (532)		34,663	34,663		
Total \$		34,663	34,663		

Part IV: Capital Budget Impact

IV. A - Capital Budget Expenditures

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

IV. B - Expenditures by Object Or Purpose

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

IV. C - Capital Budget Breakout

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

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

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

NONE

The number of eligible applicant that would apply for housing trust fund program funding as a result of expanded eligibility is unknown, and any increase in funding to accommodate increased eligibility is subject to appropriation. Therefore, capital impacts are indeterminate.

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: 5975 SB

Title: Social housing

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

Legislation Impacts:

- Cities:
- 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: Applications for funding for social housing project; applications for moderate-income affordable housing projects
- Key variables cannot be estimated with certainty at this time:

Estimated revenue impacts to:

None

Estimated expenditure impacts to:

None

Part III: Preparation and Approval

Fiscal Note Analyst: Allan Johnson	Phone: 360-725-5033	Date: 01/15/2024
Leg. Committee Contact: Melissa Van Gorkom	Phone: 360-786-7491	Date: 01/08/2024
Agency Approval: Alice Zillah	Phone: 360-725-5035	Date: 01/15/2024
OFM Review: Myra Baldini	Phone: (360) 688-8208	Date: 01/15/2024

Part IV: Analysis

A. SUMMARY OF BILL

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

Under this legislation, social housing would be eligible for allocations from the Housing Trust Fund or other legislative appropriations used to fund affordable housing.

The use of the Housing Trust Fund and other legislative appropriations for social and affordable housing would be expanded to allow support of moderate-income housing in addition to low-income housing.

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.

This legislation provides a local option and therefore has no direct expenditure impact on cities or public development authorities.

Jurisdictions with social housing programs would be eligible to apply for funding from the Housing Trust Fund or other legislative appropriations for low-income or moderate-income housing. Jurisdictions could also apply for funding for moderate-income housing projects.

Jurisdictions availing themselves of these options could experience an indeterminate increase in application costs when preparing submittals to the Housing Trust Fund or other similar funding programs. The number or type of application proposals cannot be estimated in advance and are indeterminate.

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 legislation provides a local option and therefore has no direct revenue impact on cities or public development authorities.

Jurisdictions with social housing programs would be eligible for funding from the Housing Trust Fund or other legislative appropriations for low-income or moderate-income housing. Jurisdictions could also develop moderate-income housing which would be newly eligible for funding from the Housing Trust Fund or other affordable housing appropriations. Jurisdictions availing themselves of these options could experience an indeterminate increase in revenue that would vary based upon the number and scale of social housing projects that receive eligible allocations.