

# Multiple Agency Fiscal Note Summary

<b>Bill Number:</b> 1858 HB	<b>Title:</b> Naval Academy license plates
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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 Licensing	Non-zero but indeterminate cost and/or savings. Please see discussion.								
<b>Total \$</b>	0	0	0	0	0	0	0	0	0

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 Licensing	.1	0	0	28,000	.1	0	0	35,000	.1	0	0	31,000
Department of Veterans Affairs	.0	0	0	0	.0	0	0	0	.0	0	0	0
Department of Corrections	Fiscal note not available											
<b>Total \$</b>	0.1	0	0	28,000	0.1	0	0	35,000	0.1	0	0	31,000

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 Licensing	.0	0	0	.0	0	0	.0	0	0
Department of Veterans Affairs	.0	0	0	.0	0	0	.0	0	0
Department of Corrections	Fiscal note not available								
<b>Total \$</b>	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

NONE

Prepared by: Kyle Siefering, OFM	Phone: (360) 995-3825	Date Published: Preliminary 1/16/2024
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# Individual State Agency Fiscal Note

<b>Bill Number:</b> 1858 HB	<b>Title:</b> Naval Academy license plates	<b>Agency:</b> 240-Department of Licensing
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## Part I: Estimates

☐

No Fiscal Impact

### Estimated Cash Receipts to:

Non-zero but indeterminate cost and/or savings. Please see discussion.
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### Estimated Operating Expenditures from:

	FY 2024	FY 2025	2023-25	2025-27	2027-29
FTE Staff Years	0.0	0.1	0.1	0.1	0.1
<b>Account</b>					
Motor Vehicle Account-State 108 -1	0	28,000	28,000	35,000	31,000
<b>Total \$</b>	0	28,000	28,000	35,000	31,000

### 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:	Phone:	Date: 01/09/2024
Agency Preparation: Gerrit Eades	Phone: (360) 902-3931	Date: 01/16/2024
Agency Approval: Collin Ashley	Phone: (564) 669-9190	Date: 01/16/2024
OFM Review: Kyle Siefering	Phone: (360) 995-3825	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.

This bill creates a Naval Academy special license plate. Proceeds from the Naval Academy plate sales go to support programs and service that support veterans or their families. Effective date is October 1, 2024.

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.

See attached fiscal note.

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.

Please see attached fiscal note.

Part III: Expenditure Detail

III. A - Operating Budget Expenditures

Account	Account Title	Type	FY 2024	FY 2025	2023-25	2025-27	2027-29
108-1	Motor Vehicle Account	State	0	28,000	28,000	35,000	31,000
Total \$			0	28,000	28,000	35,000	31,000

III. B - Expenditures by Object Or Purpose

	FY 2024	FY 2025	2023-25	2025-27	2027-29
FTE Staff Years		0.1	0.1	0.1	0.1
A-Salaries and Wages		7,000	7,000	8,000	8,000
B-Employee Benefits		3,000	3,000	4,000	4,000
C-Professional Service Contracts					
E-Goods and Other Services		18,000	18,000	23,000	19,000
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	28,000	28,000	35,000	31,000

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
Licensing Services Representative 1	48,864		0.1	0.1	0.1	0.1
Licensing Services Representative 3	69,072		0.0	0.0	0.0	0.0
Total FTEs			0.1	0.1	0.1	0.1

**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

Agency 240 – Department of Licensing

Bill Number: HB 1858

Bill Title: Naval Academy license plates

## Part 1: Estimates

☐ No Fiscal Impact

### Estimated Cash Receipts:

INDETERMINATE; PLEASE SEE NARRATIVE

### Estimated Expenditures:

		FY 24	FY 25	23-25 Total	23-25 Total	25-27 Total
FTE Staff Years		-	0.13	0.07	0.07	0.07
Account Name	Account	FY 24	FY 25	23-25 Total	23-25 Total	25-27 Total
Motor Vehicle	108	-	28,000	28,000	35,000	31,000
Account Totals		-	28,000	28,000	35,000	31,000

*The revenue 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 the fiscal impact is **less than \$50,000** per fiscal year in the current biennium or in subsequent biennia, complete this page only (Part I).
- ☐ 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.
- ☐ Capital budget impact, complete Part IV.
- ☐ Requires new rule making, complete Part V.

Legislative Contact: Linda Hamilton	Phone: (360) 515-8620	Date: 01/09/2024
Agency Preparation: Gerrit Eades	Phone: (360) 902-3931	Date: 01/11/2024
Agency Approval: Collin Ashley	Phone: (360) 634-5384	Date: 01/11/2024

Request #	1
Bill #	1858 HB

## **Part 2 – Explanation**

This bill creates a Naval Academy special license plate. Proceeds from the Naval Academy plate sales go to support programs and service that support veterans or their families. Effective date is October 1, 2024.

### **2.A – Brief Description Of What The Measure Does That Has Fiscal Impact**

The Department of Licensing makes the following assumptions regarding this bill.

Standard special plate definition/criteria:

- Anyone can buy the specialty plate for use on a vehicle registered to that person.
- Specialty plates can be used on motor vehicles, trailers and motorcycles.
- All customers pay the same specialty plate fee.
- The special plate and vehicle expirations match.
- Specialty plate license fees, minus DOL's portion, go to a single account.
- Specialty plates are renewed annually with the vehicle.
- Specialty plates are transferable.

### **2.B - Cash receipts Impact**

This bill creates a special license plate and establishes fees of \$40 for an original, \$30 for a renewed plate and establishes the distribution of those fees.

If this bill becomes law, it will allow vehicle owners the option to choose a new type of specialty license plate for their vehicle in lieu of the standard issue plate. There is no information available, and it is not known how many of these new specialty plates might be purchased. The total revenue impact is indeterminate.

However, based on historical purchase data of all special plates, the following revenue estimates below could occur:

Original Plates:

FY 24 – 1,198

FY 25 - 670

FY 26 – 651

FY 27 - 481

FY 28 - 326

Renewal Plates:

FY 25 – 1,032

FY 26 - 1,461

FY 27 - 1,797

FY 28 - 1,973

### **2.C – Expenditures**

RCW 46.18.140 requires special license plate sponsoring organizations to either pay all start-up costs to DOL for deposit to the motor vehicle fund before creating a special license plate series or that DOL may keep all special license plate revenue until such time that DOL's startup costs are fully reimbursed.

## Program Costs:

DOL requires a Licensing Services Representative 1 to process plate application requests. It takes approximately 7.5 minutes per plate application to process. Based on estimated plate demand and associated workload factors will require .1 FTE in the first fiscal year and .06 FTE on-going.

DOL requires a Licensing Services Representative 3 to review and approve plate applications and to provide general supervision of staff. Based on estimated plate demand and associated workload factors will require .03 in the first fiscal year .01 FTE on-going.

## Cost of Goods

	FY25	FY26	FY27	FY28	FY29	FY30
Plate Counts	1,198	670	651	481	326	345
Plate Sets Digital @ 4.740 each	\$ 5,325	\$ 2,978	\$ 2,894	\$ 2,138	\$ 1,449	\$ 1,534

	FY25	FY26	FY27	FY28	FY29	FY30
Monthly Tab Including Renewals	1,198	670	651	481	326	345
Yearly Tab Including Renewals	1,198	670	651	481	326	345
Total	\$ 138	\$ 77	\$ 75	\$ 56	\$ 38	\$ 40

	FY25	FY26	FY27	FY28	FY29	FY30
Original Mail	1,198	670	651	481	326	345
Postage @ 4.230	\$ 5,068	\$ 2,834	\$ 2,754	\$ 2,035	\$ 1,379	\$ 1,459
Renewal by Mail (33%)	-	341	482	593	651	654
Postage @ \$.66	\$ -	\$ 225	\$ 318	\$ 391	\$ 430	\$ 431
Total	\$ 5,068	\$ 3,059	\$ 3,072	\$ 2,426	\$ 1,809	\$ 1,890

Total for Plates, Tabs, & Postage	\$ 10,531	\$ 6,114	\$ 6,041	\$ 4,620	\$ 3,296	\$ 3,464
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## Information Services:

The vehicle licensing component of DRIVES modernization was successfully implemented in December 2016. Completed IT system improvements will reduce DOL's workload related to implementing standard special (non-complex) license plates. DOL has determined that up to five standard special plates can be implemented per legislative session without additional IT costs. However, if DOL is required to implement six or more standard special plates, staff capacity is not sufficient, and it would be necessary to contract required IT system changes out to a vendor at the cost of \$25,200 per special plate.

## Support Services:

Agency Administrative Overhead is included at a rate of 23.4 percent of the direct program costs. This funding received covers agency-wide functions such as vendor payments, contract administration, financial management, mail processing, equipment management, help desk support, and technical assistance to DOL employees.

## Part 3 – Expenditure Detail

### 3.A – Operating Budget Expenditures

Account Name	Account	FY 24	FY 25	23-25 Total	23-25 Total	25-27 Total
Motor Vehicle	108	-	28,000	28,000	35,000	31,000
Account Totals		-	28,000	28,000	35,000	31,000



**3.B – Expenditures by Object or Purpose**

Object Name	FY 24	FY 25	23-25 Total	23-25 Total	25-27 Total
FTE Staff Years	-	0.13	0.07	0.07	0.07
Salaries and Wages	-	7,000	7,000	8,000	8,000
Employee Benefits	-	3,000	3,000	4,000	4,000
Goods and Services	-	18,000	18,000	23,000	19,000
<b>Total By Object Type</b>	-	<b>28,000</b>	<b>28,000</b>	<b>35,000</b>	<b>31,000</b>

**3.C – FTE Detail**

Position	Salary	FY 24	FY 25	23-25 Total	23-25 Total	25-27 Total
Licensing Services Representative 1	4,072	0.00	0.10	0.05	0.06	0.06
Licensing Services Representative 3	5,756	0.00	0.03	0.02	0.01	0.01
<b>Total FTE</b>		<b>0.00</b>	<b>0.13</b>	<b>0.07</b>	<b>0.07</b>	<b>0.07</b>

**Part 4 – Capital Budget Impact**

None.

**Part 5 – New Rule Making Required**

None.

# Individual State Agency Fiscal Note

<b>Bill Number:</b> 1858 HB	<b>Title:</b> Naval Academy license plates	<b>Agency:</b> 305-Department of Veterans Affairs
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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:	Phone:	Date: 01/09/2024
Agency Preparation: Chony Culley	Phone: 3604808127	Date: 01/10/2024
Agency Approval: Yacob Zekarias	Phone: 253-545-1942	Date: 01/10/2024
OFM Review: Breann Boggs	Phone: (360) 485-5716	Date: 01/12/2024

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.

1858 HB has no fiscal impact on the Washington State Department of Veterans Affairs (WDVA).

Section 1 adds United States Naval Academy to the list of special license plates available from the Department of Licensing for a fee. Although WDVA has no way to estimate how many individuals may purchase these special license plates, we assume most, if not all, would be individuals who are already purchasing Armed Forces-Navy license plates, which have the same fees. As of January 1, 2024, there were 4436 Navy plates on our roads. No additional internal work is needed to be done by the agency to enact this bill.

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.*

# LOCAL GOVERNMENT FISCAL NOTE

Department of Commerce

Bill Number: 1858 HB	Title: Naval Academy license plates
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**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:
- ☐ 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: Kristine Williams	Phone: (564) 669-3002	Date: 01/11/2024
Leg. Committee Contact:	Phone:	Date: 01/09/2024
Agency Approval: Alice Zillah	Phone: 360-725-5035	Date: 01/11/2024
OFM Review: Kyle Siefering	Phone: (360) 995-3825	Date: 01/11/2024

## **Part IV: Analysis**

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

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

This legislation creates the United States Naval Academy special license plate which will provide funds for the Department of Veterans Affairs' veterans stewardship account to be used for activities that benefit veterans or their families.

This legislation would take effect 90 days after adjournment of the session in which the bill is passed.

### **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 would have no impact on local government expenditures.

### **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 will have no impact on local government expenditures, since the creation of the United States Naval Academy special license plate will not change the registration filing fee of \$4.50 currently collected by county auditors.

#### **SOURCES**

Washington State Department of Licensing



# Multiple Agency Ten-Year Analysis Summary

<b>Bill Number</b>	<b>Title</b>
1858 HB	Naval Academy license plates

This ten-year analysis is limited to the estimated cash receipts associated with the proposed tax or fee increases.

## Estimated Cash Receipts

Department of Licensing Indeterminate Impact	0	0	0	0	0	0	0	0	0	0	0
Department of Veterans Affairs	0	0	0	0	0	0	0	0	0	0	0
<b>Total</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>



# Ten-Year Analysis

<b>Bill Number</b> 1858 HB	<b>Title</b> Naval Academy license plates	<b>Agency</b> 240 Department of Licensing
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This ten-year analysis is limited to agency estimated cash receipts associated with the proposed tax or fee increases. The Office of Financial Management ten-year projection can be found at <http://www.ofm.wa.gov/tax/default.asp>.

## Estimates

☐ **No Cash Receipts**      ☐ **Partially Indeterminate Cash Receipts**      ☒ **Indeterminate Cash Receipts**

## Estimated Cash Receipts

Name of Tax or Fee	Acct Code											
Total												

### Biennial Totals

## Narrative Explanation (Required for Indeterminate Cash Receipts)

This bill creates a special license plate and establishes fees of \$40 for an original, \$30 for a renewed plate and establishes the distribution of those fees.

If this bill becomes law, it will allow vehicle owners the option to choose a new type of specialty license plate for their vehicle in lieu of the standard issue plate. There is no information available, and it is not known how many of these new specialty plates might be purchased. The total revenue impact is indeterminate.

However, based on historical purchase data of all special plates, the following revenue estimates below could occur:

### Original Plates:

FY 24 – 1,198  
FY 25 - 670  
FY 26 – 651  
FY 27 - 481  
FY 28 - 326

### Renewal Plates:

FY 25 – 1,032  
FY 26 - 1,461





# Ten-Year Analysis

Bill Number	Title	Agency
1858 HB	Naval Academy license plates	240 Department of Licensing

This ten-year analysis is limited to agency estimated cash receipts associated with the proposed tax or fee increases. The Office of Financial Management ten-year projection can be found at <http://www.ofm.wa.gov/tax/default.asp>.

## Narrative Explanation (Required for Indeterminate Cash Receipts)

FY 27 - 1,797  
FY 28 - 1,973

Agency Preparation: Gerrit Eades	Phone: (360) 902-3931	Date: 1/16/2024 8:16:43 am
Agency Approval: Collin Ashley	Phone: (564) 669-9190	Date: 1/16/2024 8:16:43 am
OFM Review:	Phone:	Date:



# Ten-Year Analysis

<b>Bill Number</b> 1858 HB	<b>Title</b> Naval Academy license plates	<b>Agency</b> 305 Department of Veterans Affairs
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This ten-year analysis is limited to agency estimated cash receipts associated with the proposed tax or fee increases. The Office of Financial Management ten-year projection can be found at <http://www.ofm.wa.gov/tax/default.asp>.

## Estimates

☒ **No Cash Receipts**      ☐ **Partially Indeterminate Cash Receipts**      ☐ **Indeterminate Cash Receipts**

Name of Tax or Fee	Acct Code											
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Agency Preparation: Chony Culley	Phone: 3604808127	Date: 1/10/2024 2:59:41 pm
Agency Approval: Yacob Zekarias	Phone: 253-545-1942	Date: 1/10/2024 2:59:41 pm
OFM Review:	Phone:	Date: