

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
Office of Insurance Commissioner	(1,503,132)	(1,503,132)	0	(3,282,240)	(3,282,240)	0	(3,687,925)	(3,687,925)	0
Total \$	(1,503,132)	(1,503,132)	0	(3,282,240)	(3,282,240)	0	(3,687,925)	(3,687,925)	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	.0	0	0	0	.0	0	0	0	.0	0	0	0
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	.0	0	0	.0	0	0	.0	0	0
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

Prepared by: Tiffany West, OFM	Phone: (360) 890-2653	Date Published: Final 1/18/2024
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Individual State Agency Fiscal Note

Bill Number: 6087 SB	Title: Fire Service Training Account	Agency: 160-Office of Insurance Commissioner
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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		(1,503,132)	(1,503,132)	(3,282,240)	(3,687,925)
Fire Service Training Account-State 086-1		1,503,132	1,503,132	3,282,240	3,687,925
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.

Legislative Contact: Thomas Meyer	Phone: 360-786-7420	Date: 01/09/2024
Agency Preparation: Michael Walker	Phone: 360-725-7036	Date: 01/11/2024
Agency Approval: Joyce Brake	Phone: 360-725-7041	Date: 01/11/2024
OFM Review: Jason Brown	Phone: (360) 742-7277	Date: 01/15/2024

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(c) increases the distribution percentage of fire related insurance premium tax revenue, to the fire service training account, from 20% to 25%.

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.

Section 1(c) increases the distribution percentage of fire related insurance premium tax revenue, to the fire service training account, from 20% to 25%.

Currently, based on information received from the Office of Insurance Commissioner, the Office of the State Treasurer distributes fire related insurance premium tax revenue as follows:

- 40% for volunteer firefighters (RCW 41.24.030)
- 25% to the Firefighters' Pension fund (RCW 41.16.050)
- 20% to the Fire Service Training account at the State Patrol (RCW 43.43.944)
- 15% stays in the General Fund

Section 1(c) will result in the reduction of revenue to the General Fund and an increase of revenue to the Fire Service Training account beginning in FY2025. Based on the November 2023 Revenue Forecast, the total revenue impact is as follows:

FY2025: \$30,062,648 fire-related premium taxes x 5% = \$1,503,132

FY2026: \$31,866,407 fire-related premium taxes x 5% = \$1,593,320

FY2027: \$33,778,391 fire-related premium taxes x 5% = \$1,688,920

FY2028: \$35,805,094 fire-related premium taxes x 5% = \$1,790,255

FY2029: \$37,953,400 fire-related premium taxes x 5% = \$1,897,670

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

Revised

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:

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: Thomas Meyer	Phone: 360-786-7420	Date: 01/09/2024
Agency Preparation: Yvonne Ellison	Phone: 360-596-4042	Date: 01/18/2024
Agency Approval: Mario Buono	Phone: (360) 596-4046	Date: 01/18/2024
OFM Review: Tiffany West	Phone: (360) 890-2653	Date: 01/18/2024

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.

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.

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.