

# Multiple Agency Fiscal Note Summary

<b>Bill Number:</b> 2252 HB	<b>Title:</b> Small businesses/residential
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## Estimated Cash Receipts

NONE

## Estimated Operating Expenditures

NONE

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			1,992,000						
Local Gov. Total			1,992,000						

## Estimated Capital Budget Expenditures

NONE

## Estimated Capital Budget Breakout

NONE

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# LOCAL GOVERNMENT FISCAL NOTE

Department of Commerce

<b>Bill Number:</b> 2252 HB	<b>Title:</b> Small businesses/residential
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## Part I: Jurisdiction-Location, type or status of political subdivision defines range of fiscal impacts.

### Legislation Impacts:

- Cities: Cities would incur costs to amend zoning codes and maps, and development regulations.
- Counties:
- Special Districts:
- Specific jurisdictions only: First class/charter cities, second class cities, and towns in Title 35.
- 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:

Jurisdiction	FY 2024	FY 2025	2023-25	2025-27	2027-29
City		1,992,000	1,992,000		
<b>TOTAL \$</b>		1,992,000	1,992,000		
<b>GRAND TOTAL \$</b>					1,992,000

## Part III: Preparation and Approval

Fiscal Note Analyst: Kristine Williams	Phone: (564) 669-3002	Date: 01/25/2024
Leg. Committee Contact: Elizabeth Allison	Phone: 360-786-7129	Date: 01/21/2024
Agency Approval: Alice Zillah	Phone: 360-725-5035	Date: 01/25/2024
OFM Review: Cheri Keller	Phone: (360) 584-2207	Date: 01/25/2024

## **Part IV: Analysis**

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

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

This bill requires certain cities and towns to allow neighborhood cafes to be permitted in residential zones.

Section 1 creates a new section in chapter 35.21 RCW which requires cities and towns to allow neighborhood cafés to be permitted in residential zones if certain conditions are met. A definition of “neighborhood café” is included which means an establishment that serves a limited menu of food items and does not contain more than 2,000 square feet of gross floor area.

The bill takes 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 a determinate impact on 83 first class/charter cities, second class cities, and towns in Title 35. These jurisdictions would need to amend their zoning codes and maps, and development regulations.

These costs start at approximately \$13,000 and includes work by planning department staff to review local code, draft the ordinances, and prepare staff reports all the way through to passing the ordinance by the city council. There would be another \$6,000 for the SEPA project checklist review that would be conducted concurrently with the draft ordinance and ready by final passage of the ordinance by the city council. If there is a zoning change component to the bill, there would be costs for amending zoning and land use maps, then any digitally accessible or physical copies of those maps, adding another \$5,000. This equates to roughly \$24,000 in costs per impacted city.

83 cities x \$24,000 = \$1,992,000

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

#### **SOURCES**

Association of Washington Cities (AWC)

Association of Washington Cities, Salary Survey (2023)

Department of Commerce, Planning Cost Study (2023)

Local Government Fiscal Note Program, Review of HB 1923 (2019) Grants (2022)

Local Government Fiscal Note Program, Unit Cost Model (2024)