

# Individual State Agency Fiscal Note

<b>Bill Number:</b> 2491 HB	<b>Title:</b>	<b>Agency:</b> 405-Department of Transportation
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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.**

### Estimated Operating Expenditures from:

	FY 2024	FY 2025	2023-25	2025-27	2027-29
FTE Staff Years	0.0	7.0	3.5	8.0	8.0
<b>Account</b>					
Motor Vehicle Account-State 108 -1	0	945,000	945,000	1,890,000	1,890,000
<b>Total \$</b>	0	945,000	945,000	1,890,000	1,890,000

### 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: Christine Thomas	Phone: 360-786-7142	Date: 01/31/2024
Agency Preparation: Erik Jonson	Phone: 360-705-7106	Date: 02/06/2024
Agency Approval: Mark Gaines	Phone: 360-705-7231	Date: 02/06/2024
OFM Review: Maria Thomas	Phone: (360) 229-4717	Date: 02/07/2024

## 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.

See attached fiscal note.

### 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

Account	Account Title	Type	FY 2024	FY 2025	2023-25	2025-27	2027-29
108-1	Motor Vehicle Account	State	0	945,000	945,000	1,890,000	1,890,000
<b>Total \$</b>			0	945,000	945,000	1,890,000	1,890,000

### III. B - Expenditures by Object Or Purpose

	FY 2024	FY 2025	2023-25	2025-27	2027-29
FTE Staff Years		7.0	3.5	8.0	8.0
A-Salaries and Wages		671,000	671,000	1,342,000	1,342,000
B-Employee Benefits		274,000	274,000	548,000	548,000
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-					
<b>Total \$</b>	0	945,000	945,000	1,890,000	1,890,000

### 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
Property Acquisition Specialist 4	82,530		7.0	3.5	7.0	7.0
Property Acquisition Specialist 6	93,339				1.0	1.0
<b>Total FTEs</b>			7.0	3.5	8.0	8.0

### 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.*

New Section 1(f) and (2) will need to be added to one of both WAC 468-30-110 and 468-30-060.

# Individual State Agency Fiscal Note

<b>Bill Number:</b> HB 2491	<b>Title:</b> Leasing property for less than FMR	<b>Agency:</b> 405-Department of Transportation
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## Part I: Estimates

- No Fiscal Impact (Explain in section II. A)
- Indeterminate Cash Receipts Impact (Explain in section II. B)
- Partially Indeterminate Cash Receipts Impact (Explain in section II. B)
- Indeterminate Expenditure Impact (Explain in section II. C)
- Partially Indeterminate Expenditure Impact (Explain in section II. C)

- If fiscal impact is less 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 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**
- Revised

		2023-25 Biennium		2025-27 Biennium		2027-29 Biennium	
Expenditures		FY 2024	FY 2025	FY 2026	FY 2027	FY 2028	FY 2029
108 - Motor Vehicle Account		\$0	\$945,000	\$945,000	\$945,000	\$945,000	\$945,000
<b>Total Expenditures</b>		<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>
<b>Biennial Totals</b>		<b>\$0</b>		<b>\$0</b>		<b>\$0</b>	
FTEs		FY 2024	FY 2025	FY 2026	FY 2027	FY 2028	FY 2029
Salary							
Property & Acquisition Specialist 4	\$82,530	0.0	7.0	7.0	7.0	7.0	7.0
Property & Acquisition Specialist 6	\$93,339	0.0	1.0	1.0	1.0	1.0	1.0
<b>Annual Average</b>		<b>3.5</b>		<b>0.0</b>		<b>0.0</b>	
Objects of Expenditure		FY 2024	FY 2025	FY 2026	FY 2027	FY 2028	FY 2029
A - Salaries		\$0	\$671,000	\$671,000	\$671,000	\$671,000	\$671,000
B - Benefits		\$0	\$274,000	\$274,000	\$274,000	\$274,000	\$274,000

## Agency Assumptions

The number of WSDOT owned properties that may be designated for review under the requirements of the proposed bill is uncertain at this time.

Estimate assumes 1 FTE at PAS6 and 1 FTE PAS 4 for HQ oversight; 1 FTE at PAS4 in each Region RES Office (6 FTEs).

WSDOT's current Real Estate Services staff availability statewide is not sufficient to handle this new workload therefore additional staffing resources will be critical to meeting the requirements of this bill.

# Individual State Agency Fiscal Note

## Agency Contacts:

Preparer: Robin Curl/Erik Jonson	Phone: x6968 / x 7271	Date: 1/31/24
Approval: Mark Gaines	Phone: 360-705-7231	Date: 2/1/2024
Budget Manager: Doug Clouse	Phone: 360-705-7535	Date: 2/6/2024

## Part II: Narrative Explanation

### II. A - Brief description of what the measure does that has fiscal impact

New Section 1(f) allows the department to lease properties for less than economic rent or an offset of economic rent to public agencies or community based nonprofit organizations for social, environmental, or economic benefits provided by the lessee.

Section 1(2) defines “community purposes” as housing and ancillary improvements; parks; enhanced public spaces; or public recreation.

### II. B – Cash Receipts Impact

It is uncertain how much potential lease revenue will not be collected by the department. Real Estate Services currently receives \$13 million annually in lease revenue. This bill will likely have an impact on current annual lease revenue, but at this point it is indeterminate.

### II. C - Expenditures

The department assumes this legislation will likely result in an increase of requests for use of department property. In addition to the increased requests, each request will require an additional level of review and coordination with the Attorney General Office. This additional work and coordination is beyond the current Property Management work provided by the department. Also, each of the six regions will now be required to engage in ongoing lease monitoring to ensure compliance with the additional requirements. This additional work cannot be supported by current staffing resources for Property Management.

The department estimates the additional workload to be responsive to the increased requests will require an additional FTE at a Property Acquisition Specialist 4 classification in each of the six regions, plus a Property Acquisition Specialist 4 and a Property Acquisition Specialist 6 in Headquarters Real Estate Services to assist with the increased amount of coordination with the Attorney General Office as well as technical assistance, and processing.

## Part III: Expenditure Detail

### III. A - Expenditures by Object or Purpose

## Part IV: Capital Budget Impact

N/A

## Part V: New Rule Making Required

*Identify provisions of the measure that require the agency to adopt new administrative rules or repeal/revise existing rules.*

New Section 1(f) and (2) will need to be added to one of both WAC 468-30-110 and 468-30-060.