

Multiple Agency Fiscal Note Summary

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|-----------------------------|---|
| Bill Number: 1015 HB | Title: Energy labeling/residential |
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Estimated Cash Receipts

NONE

| Agency Name | 2025-27 | | 2027-29 | | 2029-31 | |
|---------------------|------------------|-------|-----------|-------|-----------|-------|
| | 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 | 2025-27 | | | | 2027-29 | | | | 2029-31 | | | |
|-----------------------------------|---------------------------|---------------|---------------|---------------|------------|----------|-------------|----------|------------|----------|-------------|----------|
| | FTEs | GF-State | NGF-Outlook | Total | FTEs | GF-State | NGF-Outlook | Total | FTEs | GF-State | NGF-Outlook | Total |
| Department of Commerce | .2 | 70,691 | 70,691 | 70,691 | .0 | 0 | 0 | 0 | .0 | 0 | 0 | 0 |
| Department of Enterprise Services | Fiscal note not available | | | | | | | | | | | |
| Total \$ | 0.2 | 70,691 | 70,691 | 70,691 | 0.0 | 0 | 0 | 0 | 0.0 | 0 | 0 | 0 |

| Agency Name | 2025-27 | | | 2027-29 | | | 2029-31 | | |
|---------------------|------------------|----------|-------|---------|----------|-------|---------|----------|-------|
| | 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 | 2025-27 | | | 2027-29 | | | 2029-31 | | |
|-----------------------------------|---------------------------|----------|----------|------------|----------|----------|------------|----------|----------|
| | FTEs | Bonds | Total | FTEs | Bonds | Total | FTEs | Bonds | Total |
| Department of Commerce | .0 | 0 | 0 | .0 | 0 | 0 | .0 | 0 | 0 |
| Department of Enterprise Services | Fiscal note not available | | | | | | | | |
| Total \$ | 0.0 | 0 | 0 | 0.0 | 0 | 0 | 0.0 | 0 | 0 |

| Agency Name | 2025-27 | | | 2027-29 | | | 2029-31 | | |
|---------------------|------------------|----------|-------|---------|----------|-------|---------|----------|-------|
| | 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

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|--------------------------------------|---------------------------------|---|
| Prepared by: Gwen Stamey, OFM | Phone: (360) 790-1166 | Date Published: Preliminary 1/14/2025 |
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Individual State Agency Fiscal Note

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|-----------------------------|---|---|
| Bill Number: 1015 HB | Title: Energy labeling/residential | 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 2026 | FY 2027 | 2025-27 | 2027-29 | 2029-31 |
|-------------------------------|---------|---------|---------|---------|---------|
| FTE Staff Years | 0.4 | 0.0 | 0.2 | 0.0 | 0.0 |
| Account | | | | | |
| General Fund-State 001-1 | 70,691 | 0 | 70,691 | 0 | 0 |
| Total \$ | 70,691 | 0 | 70,691 | 0 | 0 |

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.

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|-------------------------------------|-----------------------|------------------|
| Legislative Contact: Matt Sterling | Phone: 360-786-7289 | Date: 01/07/2025 |
| Agency Preparation: Marla Page | Phone: 360-725-3129 | Date: 01/10/2025 |
| Agency Approval: Hayley Tresenriter | Phone: 360-725-3042 | Date: 01/10/2025 |
| OFM Review: Gwen Stamey | Phone: (360) 790-1166 | Date: 01/14/2025 |

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 3 requires the Department of Commerce (department) to develop, maintain, and make available a standardized format for the home energy performance reports prepared pursuant to section 2 of the 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.

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.

General Assumptions:

Section 3 of the bill requires the department to develop, maintain, and make available a standardized format for the home energy performance reports.

To complete this work the department estimates the following will be needed in FY26:

0.20 FTE MA5 (416 hours) in FY26 to lead the development and maintenance of the reporting format standardization.

0.20 FTE AA3 (416 hours) in FY26 to provide administrative support to staff in making the standardized format available to home sellers.

Salaries and Benefits

FY26: \$ 49,580

Goods and Services, Equipment and Travel

FY26: \$ 4,800

Note: Standard goods and services costs include supplies and materials, employee development and training, Attorney General costs, central services charges and agency administration. Agency administration costs (e.g., payroll, HR, IT) are funded under a federally approved cost allocation plan.

Intra-agency Reimbursement

FY26: \$ 16,312

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Total Costs

FY26: \$\$70,692

Part III: Expenditure Detail

III. A - Operating Budget Expenditures

| Account | Account Title | Type | FY 2026 | FY 2027 | 2025-27 | 2027-29 | 2029-31 |
|-----------------|---------------|-------|---------|---------|---------|---------|---------|
| 001-1 | General Fund | State | 70,691 | 0 | 70,691 | 0 | 0 |
| Total \$ | | | 70,691 | 0 | 70,691 | 0 | 0 |

III. B - Expenditures by Object Or Purpose

| | FY 2026 | FY 2027 | 2025-27 | 2027-29 | 2029-31 |
|--------------------------------------|---------|---------|---------|---------|---------|
| FTE Staff Years | 0.4 | | 0.2 | | |
| A-Salaries and Wages | 37,367 | | 37,367 | | |
| B-Employee Benefits | 12,213 | | 12,213 | | |
| C-Professional Service Contracts | | | | | |
| E-Goods and Other Services | 4,400 | | 4,400 | | |
| G-Travel | 400 | | 400 | | |
| J-Capital Outlays | | | | | |
| M-Inter Agency/Fund Transfers | | | | | |
| N-Grants, Benefits & Client Services | | | | | |
| P-Debt Service | | | | | |
| S-Interagency Reimbursements | | | | | |
| T-Intra-Agency Reimbursements | 16,311 | | 16,311 | | |
| 9- | | | | | |
| Total \$ | 70,691 | 0 | 70,691 | 0 | 0 |

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 2026 | FY 2027 | 2025-27 | 2027-29 | 2029-31 |
|----------------------|--------|---------|---------|---------|---------|---------|
| Management Analyst 4 | 88,794 | 0.2 | | 0.1 | | |
| Management Analyst 5 | 98,040 | 0.2 | | 0.1 | | |
| Total FTEs | | 0.4 | | 0.2 | | 0.0 |

III. D - Expenditures By Program (optional)

| Program | FY 2026 | FY 2027 | 2025-27 | 2027-29 | 2029-31 |
|-----------------------------|---------|---------|---------|---------|---------|
| Energy and Innovation (500) | 70,691 | | 70,691 | | |
| Total \$ | 70,691 | | 70,691 | | |

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

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.

None.

LOCAL GOVERNMENT FISCAL NOTE

Department of Commerce

Bill Number: 1015 HB

Title: Energy labeling/residential

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: Cities and counties have the option to require owners of single-family residences to obtain and provide a home energy performance report before listing the property for sale.
- Key variables cannot be estimated with certainty at this time: How many local governments would adopt the local option.

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: 01/08/2025 |
| Leg. Committee Contact: Matt Sterling | Phone: 360-786-7289 | Date: 01/07/2025 |
| Agency Approval: Alice Zillah | Phone: 360-725-5035 | Date: 01/08/2025 |
| OFM Review: Gwen Stamey | Phone: (360) 790-1166 | Date: 01/10/2025 |

Part IV: Analysis

A. SUMMARY OF BILL

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

This legislation would allow cities and counties to require owners of single-family homes to obtain and provide a home energy performance report before a residence is listed for sale. If cities and counties choose the local option, they will be required to complete an analysis of the financial impact on low-income home sellers and adopt a program to provide financial assistance.

The 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 bill would not impact local government expenditures due to the local option.

This bill presents a local option for cities and counties to require owners of single-family residences to obtain and provide home energy reports before listing a residence for sale. It is unknown how many jurisdictions would choose to require these reports, or how much it would cost to implement.

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 bill would not impact local government revenues.