

# Multiple Agency Fiscal Note Summary

<b>Bill Number:</b> 1364 HB	<b>Title:</b> Nautical NW license plate
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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.								
Department of Corrections	0	0	8,000	0	0	5,000	0	0	2,000
<b>Total \$</b>	<b>0</b>	<b>0</b>	<b>8,000</b>	<b>0</b>	<b>0</b>	<b>5,000</b>	<b>0</b>	<b>0</b>	<b>2,000</b>

## 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	.0	0	0	29,000	.0	0	0	20,000	.0	0	0	16,000
Department of Corrections	.0	0	0	8,000	.0	0	0	5,000	.0	0	0	2,000
<b>Total \$</b>	<b>0.0</b>	<b>0</b>	<b>0</b>	<b>37,000</b>	<b>0.0</b>	<b>0</b>	<b>0</b>	<b>25,000</b>	<b>0.0</b>	<b>0</b>	<b>0</b>	<b>18,000</b>

## 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 Corrections	.0	0	0	.0	0	0	.0	0	0
<b>Total \$</b>	<b>0.0</b>	<b>0</b>	<b>0</b>	<b>0.0</b>	<b>0</b>	<b>0</b>	<b>0.0</b>	<b>0</b>	<b>0</b>

## Estimated Capital Budget Breakout

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<b>Prepared by:</b> Kyle Sieferring, OFM	<b>Phone:</b> (360) 995-3825	<b>Date Published:</b> Final
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# Individual State Agency Fiscal Note

<b>Bill Number:</b> 1364 HB	<b>Title:</b> Nautical NW license plate	<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.

### Estimated Operating Expenditures from:

	FY 2024	FY 2025	2023-25	2025-27	2027-29
FTE Staff Years	0.1	0.0	0.1	0.0	0.0
<b>Account</b>					
Motor Vehicle Account-State 108 -1	19,000	10,000	29,000	20,000	16,000
<b>Total \$</b>	19,000	10,000	29,000	20,000	16,000

### 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: Michael Hirsch	Phone: 360-786-7195	Date: 01/19/2023
Agency Preparation: Deb Williams	Phone: 360-902-0015	Date: 01/24/2023
Agency Approval: Gerrit Eades	Phone: (360)902-3863	Date: 01/24/2023
OFM Review: Kyle Siefering	Phone: (360) 995-3825	Date: 01/24/2023

## 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.

Please 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.

Please 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	19,000	10,000	29,000	20,000	16,000
<b>Total \$</b>			19,000	10,000	29,000	20,000	16,000

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

	FY 2024	FY 2025	2023-25	2025-27	2027-29
FTE Staff Years	0.1	0.0	0.1	0.0	0.0
A-Salaries and Wages	3,000	1,000	4,000	2,000	2,000
B-Employee Benefits	1,000	1,000	2,000	2,000	2,000
C-Professional Service Contracts					
E-Goods and Other Services	15,000	8,000	23,000	16,000	12,000
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-					
<b>Total \$</b>	19,000	10,000	29,000	20,000	16,000

### 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
Customer Service Specialist 2	3,915	0.0	0.0	0.0	0.0	0.0
Customer Service Specialist 4	4,541	0.0	0.0	0.0	0.0	0.0
<b>Total FTEs</b>		0.1	0.0	0.1	0.0	0.0

**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.*

# Individual State Agency Fiscal Note

Agency 240 – Department of Licensing

Bill Number: HB 1364

Bill Title: Nautical NW License Plates

**Part 1: Estimates**

No Fiscal Impact

**Estimated Cash Receipts:**

Cash receipts are Indeterminate. See narrative below.

**Estimated Expenditures:**

		FY 24	FY 25	23-25 Total	23-25 Total	25-27 Total
FTE Staff Years		0.1	0.03	0.05	0.03	0.03
<b>Account Name</b>	<b>Account</b>	<b>FY 24</b>	<b>FY 25</b>	<b>23-25 Total</b>	<b>23-25 Total</b>	<b>25-27 Total</b>
Motor Vehicle	108	19,000	10,000	29,000	20,000	16,000
<b>Account Totals</b>		<b>19,000</b>	<b>10,000</b>	<b>29,000</b>	<b>20,000</b>	<b>16,000</b>

*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: 01/19/23
Agency Preparation: Deborah Williams	Phone: (360) 634-5083	Date: 01/23/23
Agency Approval: Gerrit Eades	Phone: (360) 902-3931	Date:

Request #	1
Bill #	

## **Part 2 – Explanation**

This bill creates a Nautical Northwest special license plate. Proceeds from the Nautical Northwest plate sales go to support historic resources of Whidbey Island’s maritime communities. Effective date November 1, 2023.

### **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 Customer Service Specialist 2 to process plate application requests. It takes approximately 2.5 minutes per plate application to process. Based on estimated plate demand and associated workload factors, FTE need varies by fiscal year to process special plates.

DOL requires a Customer Service Specialist 4 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 0.01 FTE on-going.

### Cost of Goods

	FY24	FY25	FY26	FY27	FY28	FY29
Plate Counts	1,198	670	651	481	326	345
Plate Sets Digital @ 4.740each	\$ 5,679	\$ 3,176	\$ 3,086	\$ 2,280	\$ 1,545	\$ 1,635

	FY24	FY25	FY26	FY27	FY28	FY29
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	\$ 55	\$ 37	\$ 40

	FY24	FY25	FY26	FY27	FY28	FY29
Original Mail	1,198	670	651	481	326	345
Postage @ \$3.960	\$ 4,744	\$ 2,653	\$ 2,578	\$ 1,905	\$ 1,291	\$ 1,366
Renewal by Mail (33%)	-	341	482	593	651	654
Postage @ \$.60	\$ -	\$ 204	\$ 289	\$ 356	\$ 391	\$ 392
Total	\$ 4,744	\$ 2,857	\$ 2,867	\$ 2,261	\$ 1,682	\$ 1,758

<b>Total for Plates, Tabs, &amp; Postage</b>	<b>\$ 10,561</b>	<b>\$ 6,110</b>	<b>\$ 6,028</b>	<b>\$ 4,596</b>	<b>\$ 3,264</b>	<b>\$ 3,433</b>
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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 \$21,100 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	19,000	10,000	29,000	20,000	16,000
<b>Account Totals</b>		<b>19,000</b>	<b>10,000</b>	<b>29,000</b>	<b>20,000</b>	<b>16,000</b>

**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	0.1	0.03	0.05	0.03	0.03
Salaries and Wages	3,000	1,000	4,000	2,000	2,000
Employee Benefits	1,000	1,000	2,000	2,000	2,000
Goods and Services	15,000	8,000	23,000	16,000	12,000
<b>Total By Object Type</b>	<b>19,000</b>	<b>10,000</b>	<b>29,000</b>	<b>20,000</b>	<b>16,000</b>

**3.C – FTE Detail**

Position	Salary	FY 24	FY 25	23-25 Total	23-25 Total	25-27 Total
Customer Service Specialist 2	3,915	0.03	0.02	0.03	0.02	0.02
Customer Service Specialist 4	4,541	0.03	0.01	0.02	0.01	0.01
<b>Total FTE</b>		<b>0.06</b>	<b>0.03</b>	<b>0.05</b>	<b>0.03</b>	<b>0.03</b>

**Part 4 – Capital Budget Impact**

None.

**Part 5 – New Rule Making Required**

None.



# Individual State Agency Fiscal Note

<b>Bill Number:</b> 1364 HB	<b>Title:</b> Nautical NW license plate	<b>Agency:</b> 310-Department of Corrections
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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
Correctional Industries Account-State 401-1	5,000	3,000	8,000	5,000	2,000
<b>Total \$</b>	5,000	3,000	8,000	5,000	2,000

### Estimated Operating Expenditures from:

Account	FY 2024	FY 2025	2023-25	2025-27	2027-29
Correctional Industries Account-State 401-1	5,000	3,000	8,000	5,000	2,000
<b>Total \$</b>	5,000	3,000	8,000	5,000	2,000

### 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:

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- 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: Michael Hirsch	Phone: 360-786-7195	Date: 01/19/2023
Agency Preparation: Jennifer Mackenzie	Phone: (360) 725-8428	Date: 01/20/2023
Agency Approval: Ronell Witt	Phone: (360) 725-8428	Date: 01/20/2023
OFM Review: Cynthia Hollimon	Phone: (360) 810-1979	Date: 01/24/2023

## 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 amends RCW 46.17.220 to add a Nautical NW special license plate to the license plate fee list with an initial fee of \$40 and a renewal fee of \$30 distributed under RCW 46.68.420.

Section 2 amends RCW 46.18.200 to add a Nautical NW special license plate to the list of special license plates that are approved and issued by the Department of Licensing (DOL).

Section 3(2) amends RCW 46.68.420 to add a Nautical NW special license plate to the list of special license plate accounts and instructs that the account will Support historic resources of Whidbey Island's maritime communities.

Section 4 is a new section added to chapter 46.04 RCW to define the Nautical NW special license plates.

Section 5 is a new section that makes this act effective November 1, 2023.

### 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.*

There are cash receipt impacts to the Department of Corrections (DOC) non-appropriated revolving account 401.

Correctional Industries (CI) produces license plates for DOL and as a result of this bill estimates an increase in production. The cost of Nautical NW license plates is \$4.445 per set and \$2.223 per singles. Below are the estimated quantities needed by DOL to implement this bill by Fiscal Year (FY).

FY2024: 1,198 sets  
FY2025: 670 sets  
FY2026: 651 sets  
FY2027: 481 sets  
FY2028: 326 sets  
FY2029: 345 sets

Based on the estimated quantities of specialty license plates provided by DOL, the projected revenue generated is:

FY2024: \$5,325 | (1,198 X \$4.445 = \$5,325)  
FY2025: \$2,978 | (670 X \$4.445 = \$2,978)  
FY2026: \$2,894 | (651 X \$4.445 = \$2,894)  
FY2027: \$2,138 | (481 X \$4.445 = \$2,138)  
FY2028: \$1,449 | (326 X \$4.445 = \$1,449)  
FY2029: \$1,534 | (345 X \$4.445 = \$1,534)

Projected revenue is slightly higher than the expenditures. The variance supports administrative costs to run the program.

### 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 fiscal impact for this bill is estimated at less than \$50,000 per FY.

This bill will result in an increased number of Nautical NW license plates being manufactured and has workload impact to CI. License plates are manufactured by incarcerated individuals who are paid an average of \$1.17 per hour for this line of business. Due to the increase in license plates purchased, CI will have additional costs associated for incarcerated individual pay and raw materials to produce the license plates.

Production costs by FY:

FY2024: \$4,981 | (1,198 X \$4.158 = \$4,981)  
 FY2025: \$2,786 | (670 X \$4.158 = \$2,786)  
 FY2026: \$2,707 | (651 X \$4.158 = \$2,707)  
 FY2027: \$2,000 | (481 X \$4.158 = \$2,000)  
 FY2028: \$1,356 | (326 X \$4.158 = \$1,356)  
 FY2029: \$1,435 | (345 X \$4.158 = \$1,435)

ASSUMPTIONS:

1. The DOL will purchase specialty license plates from CI.
2. The cost to DOL per set of special license plates is \$4.445
3. CI license plate production costs are \$4.158 per set of special license plates.
4. Increased production of license plates affords incarcerated individual jobs, which enhances prison safety by reducing idleness and increases public safety by providing much needed job skills.
5. Projected revenue is slightly higher than the expenditures. The difference is for the administrative costs to run the program.

**Part III: Expenditure Detail**

**III. A - Operating Budget Expenditures**

Account	Account Title	Type	FY 2024	FY 2025	2023-25	2025-27	2027-29
401-1	Correctional Industries Account	State	5,000	3,000	8,000	5,000	2,000
<b>Total \$</b>			5,000	3,000	8,000	5,000	2,000

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

	FY 2024	FY 2025	2023-25	2025-27	2027-29
FTE Staff Years					
A-Salaries and Wages					
B-Employee Benefits					
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-Correctional Industries	5,000	3,000	8,000	5,000	2,000
<b>Total \$</b>	5,000	3,000	8,000	5,000	2,000

**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)**

<b>Program</b>	<b>FY 2024</b>	<b>FY 2025</b>	<b>2023-25</b>	<b>2025-27</b>	<b>2027-29</b>
Correctional Industries (400)	5,000	3,000	8,000	5,000	2,000
<b>Total \$</b>	5,000	3,000	8,000	5,000	2,000

**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.*