

Multiple Agency Fiscal Note Summary

Bill Number: 5634 S SB	Title: Problem gambling
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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
State Lottery	0	(569,311)	0	0	(676,552)	0	0	(678,356)	0
Total \$	0	(569,311)	0	0	(676,552)	0	0	(678,356)	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
Washington State Health Care Authority	Fiscal note not available											
State Lottery	.0	0	0	0	.0	0	0	0	.0	0	0	0
Washington State Gambling Commission	Fiscal note not available											
Department of Revenue	Fiscal note not available											
Horse Racing Commission	Fiscal note not available											
Department of Health	Fiscal note not available											
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
Washington State Health Care Authority	Fiscal note not available								
State Lottery	.0	0	0	.0	0	0	.0	0	0
Washington State Gambling Commission	Fiscal note not available								
Department of Revenue	Fiscal note not available								
Horse Racing Commission	Fiscal note not available								
Department of Health	Fiscal note not available								
Total \$	0.0	0	0	0.0	0	0	0.0	0	0

Estimated Capital Budget Breakout

NONE

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Individual State Agency Fiscal Note

Bill Number: 5634 S SB	Title: Problem gambling	Agency: 116-State Lottery
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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
Problem Gambling Account-State 08k-1	233,745	335,566	569,311	676,552	678,356
WA Opportunity Pathways Account-State 17f-1	(233,745)	(335,566)	(569,311)	(676,552)	(678,356)
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: Clinton McCarthy	Phone: 360-786-7319	Date: 02/10/2023
Agency Preparation: John Iyall	Phone: 360-810-2870	Date: 02/13/2023
Agency Approval: Josh Johnston	Phone: 360-810-2878	Date: 02/13/2023
OFM Review: Gwen Stamey	Phone: (360) 790-1166	Date: 02/13/2023

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.

S SB 5634 recognizes and addresses problem gambling and gambling disorders. The following sections relate to Washington's Lottery:

- Section 2 requires the Health Care Authority to establish and facilitate an ongoing advisory committee, which must include a representative from the Lottery. This work can be accomplished within existing resources.
- Section 3 increases the Lottery's contribution to the problem gambling account created in RCW 41.05.751. It is currently thirteen one-hundredths (0.13) of one percent of net receipts. It would increase to 0.20 percent of net receipts in fiscal year 2024, and then to 0.26 percent of net receipts in fiscal year 2025 and subsequent years. This provision would shift distribution of Lottery revenue from 17F the Washington Opportunity Pathways Account to 08K the Problem Gambling Account. Minor necessary accounting changes can be accomplished within existing resources.
- Section 6 requires the Lottery to maintain placement of problem gambling and gambling disorder informational signs, including a toll-free helpline number, at retail locations. This requirement continues current obligations and has no new fiscal impact.

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 3 increases the Lottery's contribution to the problem gambling account created in RCW 41.05.751. It is currently thirteen one-hundredths (0.13) of one percent of net receipts. It would increase to 0.20 percent of net receipts in fiscal year 2024, and then to 0.26 percent of net receipts in fiscal year 2025 and subsequent years. This provision would shift distribution of Lottery revenue from 17F the Washington Opportunity Pathways Account to 08K the Problem Gambling Account by the amounts shown in the estimated cash receipts table.

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.