

Multiple Agency Fiscal Note Summary

Bill Number: 1449 S HB	Title: Project permits/reports
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Estimated Cash Receipts

NONE

Agency Name	2023-25		2025-27		2027-29	
	GF- State	Total	GF- State	Total	GF- State	Total
Local Gov. Total						
Local Gov. Courts						
Loc School dist-SPI						
Local Gov. Other	No fiscal impact					

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 Commerce	1.5	430,273	430,273	430,273	1.2	348,034	348,034	348,034	1.2	350,434	350,434	350,434
Environmental and Land Use Hearings Office	.0	0	0	0	.0	0	0	0	.0	0	0	0
Total \$	1.5	430,273	430,273	430,273	1.2	348,034	348,034	348,034	1.2	350,434	350,434	350,434

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	No fiscal impact								
Local Gov. Total									

Estimated Capital Budget Expenditures

Agency Name	2023-25			2025-27			2027-29		
	FTEs	Bonds	Total	FTEs	Bonds	Total	FTEs	Bonds	Total
Department of Commerce	.0	0	0	.0	0	0	.0	0	0
Environmental and Land Use Hearings Office	.0	0	0	.0	0	0	.0	0	0
Total \$	0.0	0	0	0.0	0	0	0.0	0	0

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	No fiscal impact								
Local Gov. Total									

Estimated Capital Budget Breakout

Prepared by: Gwen Stamey, OFM	Phone: (360) 790-1166	Date Published: Final 2/13/2023
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Individual State Agency Fiscal Note

Bill Number: 1449 S HB	Title: Project permits/reports	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 2024	FY 2025	2023-25	2025-27	2027-29
FTE Staff Years	1.8	1.2	1.5	1.2	1.2
Account					
General Fund-State 001-1	256,256	174,017	430,273	348,034	350,434
Total \$	256,256	174,017	430,273	348,034	350,434

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: Kellen Wright	Phone: 360-786-7134	Date: 02/03/2023
Agency Preparation: Buck Lucas	Phone: 360-725-3180	Date: 02/07/2023
Agency Approval: Jason Davidson	Phone: 360-725-5080	Date: 02/07/2023
OFM Review: Gwen Stamey	Phone: (360) 790-1166	Date: 02/07/2023

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.

Differences between the substitute bill and the original bill:

This amendment would reduce the bill's fiscal impact to the Department of Commerce (department).

The substitute removes the provision in Section 2 of the original version that required counties subject to RCW 36.70A.215 (buildable lands - Clark, King, Kitsap, Pierce, Snohomish, Thurston, and Whatcom counties) and the cities within them with a population of at least 20,000 to submit an annual report to the department detailing each instance in which it took longer than 120 days, or another established final decision deadline, in the prior year to issue a final decision on a project and the reason for that delay.

Section 2 of the substitute replaces the current reporting requirements in RCW 36.70B.080(2)(b), which were not repealed in the original version, with a new set of reporting requirements regarding permit application processing and decision issuance time frames that must be submitted annually to the department. The new reporting requirements will not impact department workload.

Section 2 of the substitute removes the provision in the original version that required the department to develop and maintain a website that compiles the data provided by jurisdictions and make it accessible via a list view of jurisdictions, a GIS map view, and a list view of types of project permit applications. In the substitute, the department is required to publish an annual report that includes the annual performance report data from all reporting jurisdictions, a list of those jurisdictions whose time frames are shorter than those provided in chapter 36.70B RCW, and key metrics and findings from the information collected. This change eliminates the professional services contract fiscal impacts associated with developing and maintaining a GIS map and dashboard on the department's website.

Section 2 of the substitute requires the department to develop a template for jurisdictions to utilize for reporting data. While this requirement was not included in the original version, the development of a reporting template was a cost assumption included within the original version's fiscal note. Therefore, this additional requirement does not affect the 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.

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.

Assumptions:

- The department will receive 50 annual reports from covered jurisdictions (7 counties and 43 cities) detailing the new reporting requirements in Section 2.
- The department will require staff to create a reporting template and a new intake process to receive reports.
- The department will require staff to publish a report that compiles the annual performance report data from each reporting jurisdiction, lists the jurisdictions whose time frames are shorter than those provided for in chapter 36.70B RCW, and includes key metrics and findings from the information collected.

- The department will track non-compliance.
- The department will conduct nonresponse follow up for jurisdictions that have not submitted a timely report.
- The department will provide technical assistance and conduct outreach and guidance to the covered jurisdictions to raise awareness of the reporting requirements, published information online and guidance for departmental review.

1.0 FTE Commerce Specialist 3 (2,088 hours) in FY24 and 0.5 FTE Commerce Specialist 3 (1,044 hours) in FY25-FY29, for general program administration and to consult with local governments to develop the reporting system. This position will be responsible for ongoing operations of the annual reporting system, compilation of data from the reports received by the department, analysis and drafting of the key metrics and findings, tracking non-compliance and grant ineligibility, and website operation and management.

0.5 FTE Management Analyst 4 (1,044 hours) in FY24-FY29, to develop policies and procedures to implement the reporting and publication system and provide ongoing management.

Salaries and Benefits:

FY24: \$169,044

FY25-FY29: \$117,380 each fiscal year

Goods and Services:

FY24: \$26,597

FY25-FY29: \$18,019 each fiscal year

Equipment:

Standard workstations for new team members and a replacement computer on the agency's five-year lifecycle replacement schedule.

FY24: \$5,000

FY28: \$2,400

Intra-agency Reimbursements:

FY24: \$55,615

FY25-FY29: \$38,618 each fiscal year

Note: Standard goods and services costs include supplies and materials, employee development and training, Attorney General costs, central services charges and agency administration.

Total costs:

FY24: \$256,256

FY25-FY27: \$174,017 each fiscal year.

FY28: \$176,417

FY29: \$174,017

Part III: Expenditure Detail

III. A - Operating Budget Expenditures

Account	Account Title	Type	FY 2024	FY 2025	2023-25	2025-27	2027-29
001-1	General Fund	State	256,256	174,017	430,273	348,034	350,434
Total \$			256,256	174,017	430,273	348,034	350,434

III. B - Expenditures by Object Or Purpose

	FY 2024	FY 2025	2023-25	2025-27	2027-29
FTE Staff Years	1.8	1.2	1.5	1.2	1.2
A-Salaries and Wages	125,162	86,658	211,820	173,316	173,316
B-Employee Benefits	43,882	30,722	74,604	61,444	61,444
C-Professional Service Contracts					
E-Goods and Other Services	26,597	18,019	44,616	36,038	36,038
G-Travel					
J-Capital Outlays	5,000		5,000		2,400
M-Inter Agency/Fund Transfers					
N-Grants, Benefits & Client Services					
P-Debt Service					
S-Interagency Reimbursements					
T-Intra-Agency Reimbursements	55,615	38,618	94,233	77,236	77,236
9-					
Total \$	256,256	174,017	430,273	348,034	350,434

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
Administrative Services - Indirect	111,168	0.3	0.2	0.3	0.2	0.2
Commerce Specialist 3	82,056	1.0	0.5	0.8	0.5	0.5
Management Analyst 4	86,212	0.5	0.5	0.5	0.5	0.5
Total FTEs		1.8	1.2	1.5	1.2	1.2

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

Bill Number: 1449 S HB	Title: Project permits/reports	Agency: 468-Environmental and Land Use Hearings Office
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Part I: Estimates

No Fiscal Impact

Estimated Cash Receipts to:

NONE

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: Kellen Wright	Phone: 360-786-7134	Date: 02/03/2023
Agency Preparation: Dominga Soliz	Phone: 3606649173	Date: 02/08/2023
Agency Approval: Dominga Soliz	Phone: 3606649173	Date: 02/08/2023
OFM Review: Lisa Borkowski	Phone: (360) 742-2239	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.

This bill amends the reporting requirements for the project permit application processing timeline under 36.70B which is not under Growth Management Hearings Board (GMHB) jurisdiction.

It amends 36.70A.500 to restrict grants from the growth management planning and environmental review fund unless the county or city has certified to the department, and the department has confirmed, that they are in compliance with the reporting requirements in this bill.

No fiscal impact to the GMHB is anticipated.

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.

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

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.

LOCAL GOVERNMENT FISCAL NOTE

Department of Commerce

Bill Number: 1449 S HB

Title: Project permits/reports

Part I: Jurisdiction-Location, type or status of political subdivision defines range of fiscal impacts.

Legislation Impacts:

Cities: Jurisdictions who conduct planning activities under the growth management act (GMA).

Counties: Same as above.

Special Districts:

Specific jurisdictions only:

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:

None

Part III: Preparation and Approval

Fiscal Note Analyst: Kristine Williams	Phone: (564) 669-3002	Date: 02/07/2023
Leg. Committee Contact: Kellen Wright	Phone: 360-786-7134	Date: 02/03/2023
Agency Approval: Alice Zillah	Phone: 360-725-5035	Date: 02/07/2023
OFM Review: Gwen Stamey	Phone: (360) 790-1166	Date: 02/09/2023

Part IV: Analysis

A. SUMMARY OF BILL

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

CHANGES BETWEEN THIS VERSION AND THE PREVIOUS BILL VERSION:

S HB 1449 amends reporting requirements included in the original bill as follows:

Sec. 2 (b) is amended to remove certain annual reporting requirements listed in the original bill version and adds language stating that the total time for city or county final decision approval does not need to be included in the report. The subsection is also amended to require that jurisdictions provide information on timeframes established by the jurisdiction, the total number of decisions issued for various permit types, the amount of time needed to process applications, how time periods are calculated (e.g., days in a week), posting requirements, and dates for submittal to the department of commerce. The department will provide a reporting template.

Sec.2 (e)(4) is amended to remove language which stipulates that the department of commerce will work with local governments to determine and report implementation costs associated with data collection requirements of this act.

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.

CHANGES BETWEEN THIS VERSION AND THE PREVIOUS BILL VERSION

The changes do not affect the revenue impacts below.

This bill has no expenditure impact on local governments. As noted in RCW 36.70B.08 (1), the time periods for local government actions for each complete project permit application or project type should not exceed 120 days. Reporting costs may be de minimis to more substantive depending on the permit volume, the number of projects permits that exceed the 120-day timeliness window, and if the jurisdiction is already tracking this metric in their permit tracking system. These duties are expected to fall within an existing permitting staff's workload.

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.

CHANGES BETWEEN THIS VERSION AND THE PREVIOUS BILL VERSION:

These changes to not affect the revenue impact below.

This bill has no revenue impact on local governments. It is unknown how many jurisdictions would fail to file the annual report.

SOURCES

HB 1449 (2023)