Multiple Agency Fiscal Note Summary

Bill Number: 1456 HB	**Title:** Main street prg staffing

Estimated Cash Receipts

NONE

Agency Name	2021-23		2023-25		2025-27	
	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	2021-23				2023-25				2025-27			
	FTEs	GF-State	NGF-Outlook	Total	FTEs	GF-State	NGF-Outlook	Total	FTEs	GF-State	NGF-Outlook	Total
Department of Archaeology and Historic Preservation	Non-zero but indeterminate cost and/or savings. Please see discussion.											
Total $	0.0	0	0	0	0.0	0	0	0	0.0	0	0	0

Agency Name	2021-23			2023-25			2025-27		
	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	2021-23			2023-25			2025-27		
	FTEs	Bonds	Total	FTEs	Bonds	Total	FTEs	Bonds	Total
Department of Archaeology and Historic Preservation	.0	0	0	.0	0	0	.0	0	0
Total $	0.0	0	0	0.0	0	0	0.0	0	0

Agency Name	2021-23			2023-25			2025-27		
	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									

FNPID: 61838

FNS029 Multi Agency rollup

Estimated Capital Budget Breakout

NONE

Prepared by: Ramona Nabors, OFM	**Phone:** (360) 902-0547	**Date Published:** Final 2/ 8/2021

FNPID: 61838

FNS029 Multi Agency rollup

Individual State Agency Fiscal Note

Bill Number: 1456 HB	Title: Main street prg staffing	Agency: 355-Department of Archaeology and Historic Preservation

Part I: Estimates

☐ **No Fiscal Impact**

Estimated Cash Receipts to:

NONE

Estimated Operating Expenditures from:

Non-zero but indeterminate cost and/or savings. Please see discussion.

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:	Cassie Jones	Phone: 360-786-7303	Date: 02/05/2021
Agency Preparation:	Chad Johnson	Phone: 360 407-8130	Date: 02/08/2021
Agency Approval:	Chad Johnson	Phone: 360 407-8130	Date: 02/08/2021
OFM Review:	Ramona Nabors	Phone: (360) 902-0547	Date: 02/08/2021

Part II: Narrative Explanation

II. A - Brief Description Of What The Measure Does That Has Fiscal Impact

Briefly describe by section number, the significant provisions of the bill, and any related workload or policy assumptions, that have revenue or expenditure impact on the responding agency.

1456 HB Section 1 adds a requirement to a Mainstreet that they must maintain a minimum level of staffing that is identified in section 2.

Section 2 establishes the requirements of the position of executive director based on population.

Section 3 directs the Department of Archaeology and Historic Preservation to establish a pilot grant program to provide grants to mainstreets that prove that they have the financial inability to meet the requirement set in section 2 and directs the department to employ additional staff needed to administer the new pilot grant program.

The department would need to hire additional staff to establish the grant program as a one time cost but at this time it is unsure how many mainstreets would qualify to participate in the pilot grant program. The agency is unsure of how many employees are needed to establish the program as they are unsure of how large the grant program would be. Analysis is needed to determine how many communities would qualify for funding and what level of funding would be needed. Indeterminate costs.

II. B - Cash receipts Impact

Briefly describe and quantify the cash receipts impact of the legislation on the responding agency, identifying the cash receipts provisions by section number and when appropriate the detail of the revenue sources. Briefly describe the factual basis of the assumptions and the method by which the cash receipts impact is derived. Explain how workload assumptions translate into estimates. Distinguish between one time and ongoing functions.

II. C - Expenditures

Briefly describe the agency expenditures necessary to implement this legislation (or savings resulting from this legislation), identifying by section number the provisions of the legislation that result in the expenditures (or savings). Briefly describe the factual basis of the assumptions and the method by which the expenditure impact is derived. Explain how workload assumptions translate into cost estimates. Distinguish between one time and ongoing functions.

The department would need to hire additional staff to establish the grant program as a one time cost but at this time it is unsure how many mainstreets would qualify to participate in the pilot grant program. The agency is unsure of how many employees are needed to establish the program as they are unsure of how large the grant program would be. Analysis is needed to determine how many communities would qualify for funding and what level of funding would be needed. Indeterminate costs.

The position(s) that would most likely be needed would be a Commerce Specialist 3.

Part III: Expenditure Detail

III. A - Operating Budget Expenditures

Non-zero but indeterminate cost and/or savings. Please see discussion.

III. B - Expenditures by Object Or Purpose

Non-zero but indeterminate cost and/or savings. Please see discussion.

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*

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

Identify acquisition and construction costs not reflected elsewhere on the fiscal note and describe potential financing methods

NONE

IV. D - Capital FTE Detail: *List FTEs by classification and corresponding annual compensation. Totals need to agree with total FTEs in Part IVB*

NONE

Part V: New Rule Making Required

LOCAL GOVERNMENT FISCAL NOTE

Department of Commerce

Bill Number: 1456 HB	**Title:** Main street prg staffing

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

- [X] 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: Tracy Schreiber	Phone: 360-725-3126	Date: 02/05/2021
Leg. Committee Contact: Cassie Jones	Phone: 360-786-7303	Date: 02/05/2021
Agency Approval: Alice Zillah	Phone: 360-725-5035	Date: 02/05/2021
OFM Review: Ramona Nabors	Phone: (360) 902-0547	Date: 02/07/2021

Part IV: Analysis

A. SUMMARY OF BILL

Provide a clear, succinct description of the bill with an emphasis on how it impacts local government.

Section 1: The Department of Archaeology and Historic Preservation (DAHP) is currently required to adopt criteria for the designation of local downtown or neighborhood commercial district revitalization programs and official local main street programs and requires the organization running the program to employ a professional program manager. This legislation would add the commitment of maintaining a minimum level of staffing set forth in section 2 of this legislation.

Section 2: A new section would be added to chapter 43.360, Washington Main Street Program. Each application applying for designation must maintain a minimum level of staffing to achieve the applicant's mission, goals, and annual work plan according to the population of the local jurisdiction.
--a jurisdiction with 5,000 people or fewer: at least a part-time, volunteer executive director
--a jurisdiction with a population of greater than 5,000 but fewer than 10,000: at least a half-time, paid executive director
--a jurisdiction with a population of 10,000 or greater: a full-time, paid executive director
This section would only apply to programs created after the effective date of the legislation.

Section 3: A new section would be added to chapter 43.360 requiring DAHP to establish a pilot grant program to award grants to programs applying for designation as an official local main street program and assist with costs related to establishing the minimum staffing levels. To be eligible for the grant, the local main street program must be located in a city with a population fewer than 20,000, establish financial inability to meet minimum staffing level requirements under section 2. This section would expire on June 30, 2025.

B. SUMMARY OF EXPENDITURE IMPACTS

Briefly describe and quantify the expenditure impacts of the legislation on local governments, identifying the expenditure provisions by section number, and when appropriate, the detail of expenditures. Delineate between city, county and special district impacts.

This legislation has no financial impact for local governments.

According to DAHP, the purpose of Main Street program is to provide access to resources, networking opportunities, training and advanced resources and opportunities to communities who have an independent 501 c3 or 501c6 nonprofit organization dedicated solely to downtown revitalization.

Washington Main Street Communities are eligible to receive contributions through the Main Street tax credit incentive program, an incentive for local government participation. The tax credit incentive program provides a Business & Occupation (B&O) or Public Utility tax (PUT) credit for private contributions given to eligible downtown organizations. If approved by the Department of Revenue, jurisdictions could be eligible for a tax credit worth 75% of the contribution given to a downtown revitalization organization.

C. SUMMARY OF REVENUE IMPACTS

Briefly describe and quantify the revenue impacts of the legislation on local governments, identifying the revenue provisions by section number, and when appropriate, the detail of revenue sources. Delineate between city, county and special district impacts.

This legislation has no financial impact for local governments.

SOURCES
Department of Archaeology and Historic Preservation (DAHP)
Washington Trust for Historic Preservation