Individual State Agency Fiscal Note

Bill Number: SB 5336	Bill Title: AN ACT Relating to population criteria for the main street trust fund tax credit	Agency: 140 Department of Revenue

Part I: Estimates

[X] No Fiscal Impact

Estimated Cash Receipts to:

Fund	Fiscal Year 2024	Fiscal Year 2025	2023-2025 Total	2025-27 Biennium	2027-29 Biennium
Total					

Estimated Expenditures from:

	Fiscal Year 2024	Fiscal Year 2025	2023-2025 Total	2025-27 Biennium	2027-29 Biennium
FTE Staff Years					
Fund					
Total					

The revenue and expenditures 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:**	**1/13/2023**
Agency Preparation:	**BETH LEECH**	**Phone:**	**(360) 534-1513**	**Date:**	**1/13/2023**
Agency Approval	**Valerie Torres**	**Phone:**	**(360) 534-1521**	**Date:**	**1/16/2023**
OFM Review:		**Phone:**		**Date:**	

Part II: Narrative Explanation

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

CURRENT LAW:
Cities and towns designated as a main street program by the Department of Archaeology and Historic Preservation with a population of 190,000 or less at the time of designation qualify for the main street program.

The main street tax incentives allow a credit against the business and occupation (B&O) tax and public utility (PU) tax for contributions made to a main street program or to the Washington main street trust fund (chapter 82.73 RCW). The Department of Revenue (department) approves credits for contributions made to main street programs in cities or towns with a population of 190,000 or less.

PROPOSAL:
This bill ensures taxpayers contributing to a main street program in a city or town where the population exceeds 190,000 at some point after designation continue to receive approved credits.

EFFECTIVE DATE:
The bill takes effect 90 days after final adjournment of the session.

II. B - Revenue Impact

This legislation results in no revenue impact to taxes administered by the department because it fixes incongruent language between the main street program (RCW 43.360.030) and the main street credit programs (RCW 82.73.030).

II. C - Expenditure Impact

The department will not incur any costs with the implementation of this legislation.

Part III: Expenditure Detail

III. A - Expenditures by Object or Purpose:

	Fiscal Year 2024	Fiscal Year 2025	2023-2025 Total	2025-27 Biennium	2027-29 Biennium
Total					

III. B - FTE Detail:

Job Classification	Salary	FY 2024 FTEs	FY 2025 FTEs	2023 - 2025 Total	2025 - 2027	2027 - 2029
Total						

III. C - Expenditures by Program (optional):

	Fiscal Year 2024	Fiscal Year 2025	2023-2025 Total	2025-27 Biennium	2027-29 Biennium
Total					

Part IV: Capital Budget Impact

None.

Part V: New Rule Making Required

Revenue Impact Detail

			First Biennium		Second Biennium		Third Biennium	
FUND	SOURCE	CODE	1st YEAR	2nd YEAR	3rd YEAR	4th YEAR	5th YEAR	6th YEAR
Total								
OTHER								
Total								
Net								

Revenue Impact - by Biennium

FUND	SOURCE	CODE	1st Biennium	2nd Biennium	3rd Biennium
Total					
OTHER					
Total					
Net					