## **Summary Sheet**

**Meeting dates:** September 27, 2019

**Agenda item:** A. Distributing License Discounts Proportionally to Accounts

**Presenter(s):** Nate Pamplin, Director of Budget and Government Affairs

### **Background summary:**

A license package is a composite of two or more licenses and endorsements, sold at or below the cumulative price of its components. RCW 77.12.470(5) provides authority for the Commission to create new packages.

If the Commission creates a license package that is discounted, the proposed WAC directs the Department to distribute the discount proportional to the various accounts.

The proposed WAC will include new license packages created since January 1, 2017 (i.e., the Fish Washington license) and will commence in License Year 2020 (April 1, 2020 through March 31, 2021). License Year 2020 products will be sold beginning December 1, 2019.

**Staff recommendation:** Adopt the WAC as proposed to proportionally apply a license package discount to all of the relevant component accounts.

**Policy issue(s) and expected outcome:** This is an accounting change that will ensure each component account is proportionally impacted by the rate of the overall package discount.

**Fiscal impacts of agency implementation:** There is no new revenue generated in this WAC. This proposed rule will distribute the license package discount of the Fish Washington package and any new packages, commencing in License Year 2020 (which will begin to re-assign revenue within Fiscal Year 2020). This will optimize the collection of non-restricted funds from current practice.

**Public involvement process used and what you learned:** The Department's CR-101 was filed April 17, 2019. The CR-102 was filed July 3, 2019. The public hearing was on September 13, 2019 and there was no public comment. As of writing this summary sheet on September 20, 2019, the Department has not received any public comment.

**Action requested and/or proposed next steps:** Department staff request that the Commission approve this rule change.

Draft motion language: "I move to approve WAC 220-220-095, as presented by staff."

**Post decision communications plan:** The new WAC will be communicated to WDFW licensing and fiscal staff and will operationally go into effect December 1, for sales of 2020

License Year products.			

Form revised 2-15-18

# PROPOSED RULE MAKING



**CR-102 (December 2017)** (Implements RCW 34.05.320)

Do **NOT** use for expedited rule making

### **CODE REVISER USE ONLY**

OFFICE OF THE CODE REVISER STATE OF WASHINGTON FILED

DATE: July 03, 2019 TIME: 11:42 AM

WSR 19-14-127

Agency: Washington Department of Fish & Wildlife (WDFW)					
□ Original Notice □ Original No					
☐ Supplemental Noti	ce to WSR				
☐ Continuance of WS	SR				
	ment of Inq	uiry was filed as WSR 19-09-0	081 filed April 17, 2019 ; <b>or</b>		
☐ Expedited Rule Ma	kingProp	osed notice was filed as WSR	; or		
☐ Proposal is exemp	t under RC	W 34.05.310(4) or 34.05.330(1	); or		
☐ Proposal is exemp	t under RC	w			
Title of rule and other identifying information: (describe subject) The department seeks to create a new rule which addresses the accounting of funds for the sale of packaged recreational licenses that were created after January 1, 2017.					
Hearing location(s):					
Date:	Time:	Location: (be specific)	Comment:		
	8:00 am	Sun Mountain Lodge	None		
2019		604 Patterson Lake Rd,			
Date of intended ador	tion: Sente	Winthrop, WA 98862 ember 16, 2019 (Note: This is N	NOT the effective date)		
Submit written comm		(Note: 1113 13 1	to rate checuve date)		
Name: Scott Bird	ents to.				
Address: 600 Capitol \	Nav North (	Olympia WA 98501			
Email: (360) 902-2403	ray rioran, s	orympia, vvv coco i			
Fax: (360) 902-2162					
Other:					
By (date) September 1	<u>0, 2019</u>				
Assistance for persons with disabilities:					
Contact Delores Noyes	3				
Phone: 360-902-2349					
Fax:					
TTY: 360-902-2207					
Email: Delores.Noyes@dfw.wa.gov					
Other:					
By (date) September 10, 2019					
		anticipated effects, including es from discount and packaged	any changes in existing rules: The department wants to licenses.		

<b>Reasons supporting proposal:</b> The department needs to clarify the accounting of funds received from the sales of all discount and packaged recreational licenses.					
'	3				
Statutory author	ity for adoption: RCWs 77.	04.012, 77.04.055, 77.12.240, 77.12.800, 77.32.090, 7	7.32.470		
Statute being im	plemented: RCWs 77.04.01	12, 77.04.055, 77.12.240, 77.12.800, 77.32.090, 77.32	.470		
Is rule necessary	/ because of a:				
Federal Lav			□ Yes ⊠ No		
Federal Co	urt Decision?		□ Yes ⊠ No		
State Court	t Decision?		□ Yes ⊠ No		
If yes, CITATION:					
Agency commen matters: None	its or recommendations, if	any, as to statutory language, implementation, en	orcement, and fiscal		
matters. None					
Name of propone	ent: (person or organization)		□ Private		
	(1 )		☐ Public		
			⊠ Governmental		
Name of agency	personnel responsible for	:			
	Name	Office Location	Phone		
Drafting:	Deirdre Bissonnette	1111 Washington Street, Olympia, WA 98501	(360) 902-2211		
Implementation:	Jenika Stinkeoway	1111 Washington Street, Olympia, WA 98501	(360) 902-2304-		
Enforcement:	Chief Steve Bear	1111 Washington Street, Olympia, WA 98501	(360) 902-6428		
		required under RCW 28A.305.135?	☐ Yes ⊠ No		
If yes, insert state	ment here:				
The public may	y obtain a conv of the school	I district fiscal impact statement by contacting:			
Name:	y obtain a copy of the sonoo	r district risear impact statement by contacting.			
Address	<b>3</b> :				
Phone:					
Fax: TTY:					
Email:					
Other:					
Is a cost-benefit analysis required under RCW 34.05.328?					
☐ Yes: A pre	eliminary cost-benefit analys	is may be obtained by contacting:			
Name:					
Address Phone:	<b>:</b> :				
Fnone:					
TTY:					
Email:					
Other:					

Regulatory	Fairness Act Cost Considerations for a Sm	all Busin	ess Economic Impact Statement:			
	oposal, or portions of the proposal, <b>may be exe</b> 85 RCW). Please check the box for any applica		requirements of the Regulatory Fairness Act (see ption(s):			
☐ This rule proposal, or portions of the proposal, is exempt under RCW 19.85.061 because this rule making is being adopted solely to conform and/or comply with federal statute or regulations. Please cite the specific federal statute or regulation this rule is being adopted to conform or comply with, and describe the consequences to the state if the rule is not adopted.						
	d description:					
	e proposal, or portions of the proposal, is exempted 34.05.313 before filing the notice of this p		e the agency has completed the pilot rule process ule.			
	e proposal, or portions of the proposal, is exemple a referendum.	ot under t	ne provisions of RCW 15.65.570(2) because it was			
⊠ This rule	e proposal, or portions of the proposal, is exemp	ot under F	RCW 19.85.025(3). Check all that apply:			
$\boxtimes$	RCW 34.05.310 (4)(b)		RCW 34.05.310 (4)(e)			
	(Internal government operations)		(Dictated by statute)			
	RCW 34.05.310 (4)(c)		RCW 34.05.310 (4)(f)			
	(Incorporation by reference)		(Set or adjust fees)			
	RCW 34.05.310 (4)(d)		RCW 34.05.310 (4)(g)			
	(Correct or clarify language)		((i) Relating to agency hearings; or (ii) process			
			requirements for applying to an agency for a license or permit)			
☐ This rule	e proposal, or portions of the proposal, is exemp	ot under F	• •			
	of exemptions, if necessary:					
	COMPLETE THIS SECTION	ONLY IF	NO EXEMPTION APPLIES			
If the propos			costs (as defined by RCW 19.85.020(2)) on businesses?			
□ No	Briefly summarize the agency's analysis show	vina how o	costs were calculated.			
	Briotiy dariimanza tila aganay a anaryala anar	ing now (	socia word dalculation.			
☐ Yes economi	Calculations show the rule proposal likely imp ic impact statement is required. Insert statement		e-than-minor cost to businesses, and a small business			
	public may obtain a copy of the small business acting:	economic	impact statement or the detailed cost calculations by			
N	ame:					
	ddress:					
	hone:					
	ax: TY:					
	mail:					
	ther:					
Date: July 3	3, 2019	Signat				
Name: Sco	tt Bird		Scott Bled			
Title: Rules	s Coordinator					

#### NEW SECTION

WAC 220-220-095 Discount distribution. When a recreational license is sold at a discount or when it is part of a package of licenses created after January 1, 2017, and sold at a price less than the total value of each individual license product, the funds from the sale of a license or package of licenses are distributed to multiple department accounts. The amount of the funds distributed to each of the accounts shall be reduced by the same percentage as the total discount for the purchase of a license or package commencing with license year 2020 products.

[ 1 ] OTS-1478.3