

# Multiple Agency Fiscal Note Summary

<b>Bill Number:</b> 1323 HB	<b>Title:</b> Workforce & econ development
-----------------------------	--

## Estimated Cash Receipts

Agency Name	2009-11		2011-13		2013-15	
	GF- State	Total	GF- State	Total	GF- State	Total
<b>Total \$</b>						

Local Gov. Courts *						
Local Gov. Other **						
Local Gov. Total						

## Estimated Expenditures

Agency Name	2009-11			2011-13			2013-15		
	FTEs	GF-State	Total	FTEs	GF-State	Total	FTEs	GF-State	Total
Department of Community, Trade, and Economic Development	.0	0	0	.0	0	0	.0	0	0
Work Force Training and Education Coordinating Board	.0	0	0	.0	0	0	.0	0	0
Employment Security Department	.0	0	0	.0	0	0	.0	0	0
Community and Technical College System	.0	0	0	.0	0	0	.0	0	0
<b>Total</b>	<b>0.0</b>	<b>\$0</b>	<b>\$0</b>	<b>0.0</b>	<b>\$0</b>	<b>\$0</b>	<b>0.0</b>	<b>\$0</b>	<b>\$0</b>

Local Gov. Courts *									
Local Gov. Other **									
Local Gov. Total									

--

<b>Prepared by:</b> Marc Webster, OFM	<b>Phone:</b> 360-902-0650	<b>Date Published:</b> Pending Distribution
---------------------------------------	-------------------------------	--

\* See Office of the Administrator for the Courts judicial fiscal note

\*\* See local government fiscal note

# Individual State Agency Fiscal Note

<b>Bill Number:</b> 1323 HB	<b>Title:</b> Workforce & econ development	<b>Agency:</b> 103-Community, Trade & Economic Develop
-----------------------------	--	--

## Part I: Estimates

☒ No Fiscal Impact

*The cash receipts and expenditure estimates on this page represent the most likely fiscal impact. Factors impacting the precision of these estimates,*

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:	Monica Jenkins	Phone: 360-902-0561	Date: 01/19/2009
Agency Preparation:	Matthew Ojennus	Phone: 360-725-4047	Date: 01/21/2009
Agency Approval:	Karen McArthur	Phone: 36-0725-4027	Date: 01/21/2009
OFM Review:	John Shepherd	Phone: 360-902-0538	Date: 01/21/2009

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.

HB 1323 will improve the coordination of workforce and economic development initiatives in which the Economic Development Commission and CTED are currently involved but it does not change those responsibilities in ways that have any incremental fiscal impact.

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.

None

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.

None

Part III: Expenditure Detail

Part IV: Capital Budget Impact

None

Part V: New Rule Making Required

Identify provisions of the measure that require the agency to adopt new administrative rules or repeal/revise existing rules.

None

# Individual State Agency Fiscal Note

<b>Bill Number:</b> 1323 HB	<b>Title:</b> Workforce & econ development	<b>Agency:</b> 354-Work Force Train & Educ Coord Board
-----------------------------	--	--

## Part I: Estimates

☒ No Fiscal Impact

*The cash receipts and expenditure estimates on this page represent the most likely fiscal impact. Factors impacting the precision of these estimates,*

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:	Monica Jenkins	Phone: 360-902-0561	Date: 01/19/2009
Agency Preparation:	Julie Anderson	Phone: 360 753-5677	Date: 01/20/2009
Agency Approval:	Walt Wong	Phone: 360-753-5676	Date: 01/20/2009
OFM Review:	Marc Webster	Phone: 360-902-0650	Date: 01/20/2009

## 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.*

HB 1323 has no fiscal impact for the Workforce Training Board. The duties and tasks contained in this bill will be accomplished with existing resources.

### 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.*

## Part III: Expenditure Detail

## Part IV: Capital Budget Impact

## Part V: New Rule Making Required

*Identify provisions of the measure that require the agency to adopt new administrative rules or repeal/revise existing rules.*

# Individual State Agency Fiscal Note

<b>Bill Number:</b> 1323 HB	<b>Title:</b> Workforce & econ development	<b>Agency:</b> 540-Employment Security Department
-----------------------------	--	---

## Part I: Estimates

☒ No Fiscal Impact

*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:	Monica Jenkins	Phone: 360-902-0561	Date: 01/19/2009
Agency Preparation:	Tim Norris	Phone: 360-438-3163	Date: 01/19/2009
Agency Approval:	Randi Warick	Phone: 360-902-9423	Date: 01/19/2009
OFM Review:	Tammy Hay	Phone: 360-902-0553	Date: 01/20/2009

## 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.*

The Legislation would create clarity and consistency in workforce and economic development terms, improve coordination of workforce and economic development initiatives, and focus investments on cluster-based approaches by:

1. Providing for the inclusion of labor market analysis for the purposes of identifying industry clusters that meet the criteria established by the Workforce Board and the Economic Development Commission.
2. Providing for the inclusion of clusters in the state economic development plan, and consultation with the Workforce Training and Education Coordinating Board and inclusion of labor market and economic information from the Employment Security Department in identifying clusters in a statute under the Economic Development Commission (see RCW 43.162.020).
3. Expand RCW 50.38(050) to include analyzing labor market and economic data including input-output models for identifying industry clusters and strategic industry clusters that meet the criteria defined by the workgroup convened by the Economic Development Commission and the Workforce Training and Education Coordinating board under RCW 43.330.

### 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.*

This would have no fiscal impact on cash receipts.

### 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.*

This will not have a fiscal impact on expenditures. The Employment Security Department currently collects and routinely produces labor market information in support of efforts associated with industry clusters and can be used to promote strategic industry clusters as defined by the criteria set forth by the workgroup.

## Part III: Expenditure Detail

## Part IV: Capital Budget Impact

This bill does not impact the capital budget.

## Part V: New Rule Making Required

*Identify provisions of the measure that require the agency to adopt new administrative rules or repeal/revise existing rules.*

This bill does not require new rules.

# Individual State Agency Fiscal Note

<b>Bill Number:</b> 1323 HB	<b>Title:</b> Workforce & econ development	<b>Agency:</b> 699-Community/Technical College System
-----------------------------	--	---

## Part I: Estimates

☒ No Fiscal Impact

*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:	Monica Jenkins	Phone: 360-902-0561	Date: 01/19/2009
Agency Preparation:	Paula Moore	Phone: 360-704-4384	Date: 01/20/2009
Agency Approval:	Denise Graham	Phone: 360-704-4350	Date: 01/20/2009
OFM Review:	Marc Webster	Phone: 360-902-0650	Date: 01/20/2009



## 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.*

RCW 28B.50.020 directs the State Board for Community and Technical Colleges to "... ensure that each college district shall offer thoroughly comprehensive educational, training, and service programs to meet the needs of both the communities and students..." In executing this responsibility, the State Board administers a variety of workforce education programs. One of these programs is the Centers of Excellence. Eleven colleges host a Center of Excellence, with each targeting a specific industry integral to the economic growth of the region or state. The centers currently provide training and education in those targeted industries, such as information technology, materials processing, and healthcare.

Sections 4 and 5 of HB 1323 establish the Centers of Excellence in statute.

Section 4 of HB 1323 defines "center of excellence" as "a community or technical college designated by the college board as a statewide leader in industry-specific, community and technical college workforce education and training." Section 4 also includes "center of excellence" on the list of definitions used throughout RCW 28B.50, the chapter applicable to the State Board for Community and Technical Colleges.

Section 5 of HB 1323 creates a separate section within RCW 28B.50 for the centers of excellence. The State Board shall designate centers of excellence on a competitive basis, after consulting with a specified set of stakeholders. Additionally, funds shall be allocated to centers (both new and existing) on a competitive basis. Section 5 also specifies the role of the centers, priority criteria for the applicants, and examples of strategies the centers may implement.

### 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.*

Since 2006, the State Board has dedicated a portion of its state appropriations for the Centers for Excellence. In FY 2009, the State Board opted to allocate \$120,000 per center for the eleven centers currently operating, for a total of \$1.32 million.

For this fiscal note, the State Board assumes that the duty of designating centers also includes the responsibility of selecting (1) the number of centers to be funded annually and (2) the amount of funding allocated to each center. Based on these assumptions, the State Board interprets HB 1323 to be fiscally neutral.

## Part III: Expenditure Detail

## Part IV: Capital Budget Impact

**Part V: New Rule Making Required**

*Identify provisions of the measure that require the agency to adopt new administrative rules or repeal/revise existing rules.*