

Multiple Agency Fiscal Note Summary

Bill Number: 1482 HB	Title: WorkFirst poverty reduction
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Estimated Cash Receipts

Agency Name	2017-19		2019-21		2021-23	
	GF- State	Total	GF- State	Total	GF- State	Total
Department of Social and Health Services	0	38,000	0	38,000	0	38,000
Total \$	0	38,000	0	38,000	0	38,000

Estimated Expenditures

Agency Name	2017-19			2019-21			2021-23		
	FTEs	GF-State	Total	FTEs	GF-State	Total	FTEs	GF-State	Total
Department of Social and Health Services	.9	131,000	169,000	.9	132,000	170,000	.9	132,000	170,000
Department of Corrections	.0	0	0	.0	0	0	.0	0	0
Superintendent of Public Instruction	.1	16,000	16,000	.1	16,000	16,000	.1	16,000	16,000
Total	1.0	\$147,000	\$185,000	1.0	\$148,000	\$186,000	1.0	\$148,000	\$186,000

Estimated Capital Budget Impact

NONE

Prepared by: Rayanna Williams, OFM	Phone: (360) 902-0553	Date Published: Final 2/ 5/2017
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* See Office of the Administrator for the Courts judicial fiscal note

** See local government fiscal note

ENPID: 46751

FNS029 Multi Agency rollout

Individual State Agency Fiscal Note

Bill Number: 1482 HB	Title: WorkFirst poverty reduction	Agency: 300-Department of Social and Health Services
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Part I: Estimates

☐ No Fiscal Impact

Estimated Cash Receipts to:

ACCOUNT	FY 2018	FY 2019	2017-19	2019-21	2021-23
General Fund-Federal 001-2	19,000	19,000	38,000	38,000	38,000
Total \$	19,000	19,000	38,000	38,000	38,000

Estimated Expenditures from:

	FY 2018	FY 2019	2017-19	2019-21	2021-23
FTE Staff Years	0.9	0.9	0.9	0.9	0.9
Account					
General Fund-State 001-1	65,000	66,000	131,000	132,000	132,000
General Fund-Federal 001-2	19,000	19,000	38,000	38,000	38,000
Total \$	84,000	85,000	169,000	170,000	170,000

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: Dawn Eychaner	Phone: 360-786-7135	Date: 01/23/2017
Agency Preparation: Wendy Polzin	Phone: 360-902-8067	Date: 02/03/2017
Agency Approval: Mickie Coates	Phone: 360-902-8077	Date: 02/03/2017
OFM Review: Rayanna Williams	Phone: (360) 902-0553	Date: 02/05/2017

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.

Section 3 (8)(c) (ix) - Directs the task force to instruct the Department of Social and Health Services (DSHS) to develop a five-year and ten-year plan to address intergenerational poverty, subject to oversight and approval by the task force.

Section 4 - Creates the Intergenerational Poverty Advisory Committee and instructs DSHS to support the committee.

Section 5 - Allows DSHS to develop a system to track intergenerational poverty.

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.

Federal funding impacts are based off of fund splits assumed in the Compensation Impact Model.

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.

DSHS Economic Services Administration (ESA) estimates the need for 0.5 Washington Management Service FTE at a cost of \$62,000 to support the Intergenerational Poverty Advisory Committee (created in section 4 of the bill) and prepare the five-year and ten-year report on addressing intergenerational poverty (required by section 3 of the bill).

Section 4 - Creates the Intergenerational Poverty Advisory Committee and requires DSHS ESA staff to support the committee. For purposes of this fiscal note it is assumed the committee will hold two meetings per year. The tasks of the requested FTE include logistics, agendas, materials and advisory committee meeting minutes, as well as review of tracking system findings.

Section 5 - The bill allows DSHS to compile data from multiple sources to track intergenerational poverty. ESA assumes that the ESA Management Accountability and Program Statistics (eMAPS) group within ESA will track and report on data, using both internal ESA data as well as data provided by the DSHS Research and Data Analysis (RDA) division. There will be an annual chargeback from RDA to ESA for the RDA staff working on the data compilation and analyses for the project. It's assumed RDA will incur costs for .4 FTE in one month each year (.2 WMS Band 2 Senior Research Manager and .2 IT Systems Application Specialist 6) and charge a total of \$22,000 per year for this work.

The above represents the lowest cost estimate to receive data from RDA and is reflected in the summary page of expenditures for this fiscal note. However, if more robust work is assumed to be needed by RDA, then the following cost would be incurred:

The next level of work that could be provided includes the worked assumed above, as well as providing predictive modeling. Predictive modeling would include developing an indicator and model of intergenerational

poverty that includes a comprehensive set of predictive indicators; assessing relative impacts, including specific levels of risk, for a comprehensive set of well-being predictors; constructing a predictive model and algorithm that could be used for identifying individuals and groups at high risk for intergenerational poverty based on a comprehensive set of risk factors. Assuming this level of service, RDA would charge ESA a total 3.2 RDA FTE (1.6 WMS Band 2 Senior Research Manager and 1.6 IT Systems Application Specialist 6) for one month at \$42,000 in FY 2018, and 4.8 RDA FTE (2.4 WMS Band 2 Senior Research Manager and 2.4 IT Systems Application Specialist 6) for one month at \$55,000 in FY 2019 and beyond. Under this option, the total cost of the fiscal note would be \$104,000 in FY 2018 and \$117,000 in FY 2019 and beyond.

The highest level of work that could be provided includes all the work assumed above, as well as providing an in-depth analysis of national survey data to identify state and national patterns and trends which explain or contribute to intergenerational poverty; development and implementation methods to summarize from national survey data on: official poverty rates, child poverty rates, years spent in childhood poverty, years spent in adult poverty, need for and use of public assistance and other trends in intergenerational poverty. Assuming this level of services RDA would charge ESA 3.2 RDA FTE (1.6 WMS Band 2 Senior Research Manager and 1.6 IT Systems Application Specialist 6) for one month at \$42,000 in FY 2018 and 6 FTE (3 WMS Band 2 Senior Research Manager and 3 IT Systems Application Specialist 6) for one month and \$73,000 in FY 2019 and beyond. Under this option, the total cost of the fiscal note would be \$104,000 in FY 2018 and \$135,000 in FY 2019 and beyond.

Part III: Expenditure Detail

III. A - Expenditures by Object Or Purpose

	FY 2018	FY 2019	2017-19	2019-21	2021-23
FTE Staff Years	0.9	0.9	0.9	0.9	0.9
A-Salaries and Wages	54,000	54,000	108,000	108,000	108,000
B-Employee Benefits	23,000	24,000	47,000	48,000	48,000
C-Professional Service Contracts					
E-Goods and Other Services	4,000	4,000	8,000	8,000	8,000
G-Travel					
J-Capital Outlays					
M-Inter Agency/Fund Transfers					
N-Grants, Benefits & Client Services					
P-Debt Service					
S-Interagency Reimbursements					
T-Intra-Agency Reimbursements	3,000	3,000	6,000	6,000	6,000
9-					
Total:	\$84,000	\$85,000	\$169,000	\$170,000	\$170,000

III. B - 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 2018	FY 2019	2017-19	2019-21	2021-23
Information Technology Systems	91,956	0.2	0.2	0.2	0.2	0.2
APP Specialist 6						
Washington Management Services 2	80,000	0.5	0.5	0.5	0.5	0.5
WMS Band 2 Senior Research	94,836	0.2	0.2	0.2	0.2	0.2
Manager						
Total FTE's	266,792	0.9	0.9	0.9	0.9	0.9

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

Bill Number: 1482 HB	Title: WorkFirst poverty reduction	Agency: 310-Department of Corrections
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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: Dawn Eychaner	Phone: 360-786-7135	Date: 01/23/2017
Agency Preparation: Merdan Bazarov	Phone: 360-725-8351	Date: 01/27/2017
Agency Approval: Sarian Scott	Phone: (360) 725-8270	Date: 01/27/2017
OFM Review: Trisha Newport	Phone: (360) 902-0417	Date: 01/29/2017

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.

Section 3(8)(a) amends RCW 74.08A.260 to establish a legislative-executive WorkFirst poverty reduction oversight task force.

Section 3(8)(b) states that the primary goals of the task force are to:

- (i) Reduce the overall percentage of people living below 200 percent of the federal poverty level by 50 percent by the year 2025. The task force must work toward this goal in a manner that seeks to eliminate disparities including, but not limited to, disparities by race, ethnicity, sex, gender, zip code, immigration status, age, household type, and disability status; and
- (ii) Prevent and address adverse childhood experiences and the trauma of children who are living in poverty through the provision of effective services.

Section 3(8)(c) the task force shall include diverse, statewide representation and its membership shall reflect regional, racial, and cultural diversity to adequately represent the needs of all children and families in the state.

Section 3(8)(iii) adds that Office of the Superintendent of Public Instruction and Department of Corrections (DOC) shall be added to the list of agencies appointed by the Governor to be members of the WorkFirst task force. In addition, representatives from Department of Health, Health Care Authority, and Workforce Training and Education Coordinating Board will serve in an advisory capacity to the task force.

Section 3(8)(e) states that the task force shall:

- (iv) Review existing statutes, administrative codes, and budget appropriations for their impact on advancing the goal of 50 percent poverty reduction by 2025;
- (v) Collaborate with the advisory committee created in Section 4 of this act to develop strategies to reduce poverty and prevent adverse childhood experiences, and monitor the impact of these strategies;
- (vi) Seek input on best practices from service providers, community-based organizations, legislators, state agencies, stakeholders, the business community, and subject matter experts;
- (vii) Collaborate with partner agencies and the advisory committee to share and analyze data and information collected under Section 5 of this act and from other sources regarding intergenerational poverty in the state, with a primary focus on data and information regarding children who are at risk of continuing the cycle of poverty and welfare dependency unless outside intervention is made.
- (ix) Direct Department of Social and Health Services (DSHS) to develop a five (5) year and 10 year plan to address intergenerational poverty, subject to oversight and approval by the task force. Upon approval by the task force, DSHS must submit these plans to the Governor and the appropriate committees of the legislature by December 1, 2018; and
- (x) Beginning December 1, 2019, and each December 1st thereafter and in collaboration with the advisory committee, provide an annual report to the Governor and the appropriate committees of the legislature on the progress being made towards the goals identified in this section.

Section 3(8)(i) states that legislative members of the task force are reimbursed for travel expenses in accordance with RCW 44.04.120. Non-legislative members are not entitled to be reimbursed for travel expenses if they are elected officials or are participating on behalf of an employer, governmental entity, or other organization. Any reimbursement for other non-legislative members is subject to chapter 43.03 RCW.

Section 3(8)(j) states that the expenses of the task force must be paid jointly by the Senate and the House of Representatives. Task force expenditures are subject to approval by the Senate Facilities and Operations Committee and the House of Representatives Executive Rules Committee, or their successor committees.

Section 4 creates the intergenerational poverty advisory committee to assist the task force.

Section 5 authorizes DSHS to establish and maintain a system to track intergenerational poverty.

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. Our impacts are general fund state.

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 bill adds DOC to the list of agencies that will be a member of the WorkFirst poverty reduction oversight task force. We assume this participation will be accomplished within existing resources.

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

Bill Number: 1482 HB	Title: WorkFirst poverty reduction	Agency: 350-Superintendent of Public Instruction
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Part I: Estimates

☐ No Fiscal Impact

Estimated Cash Receipts to:

NONE

Estimated Expenditures from:

	FY 2018	FY 2019	2017-19	2019-21	2021-23
FTE Staff Years	0.1	0.1	0.1	0.1	0.1
Account					
General Fund-State 001-1	8,000	8,000	16,000	16,000	16,000
Total \$	8,000	8,000	16,000	16,000	16,000

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:

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- ☐ Capital budget impact, complete Part IV.
- ☐ Requires new rule making, complete Part V.

Legislative Contact: Dawn Eychaner	Phone: 360-786-7135	Date: 01/23/2017
Agency Preparation: Mike Woods	Phone: 360 725-6283	Date: 01/25/2017
Agency Approval: Mike Woods	Phone: 360 725-6283	Date: 01/25/2017
OFM Review: Kate Davis	Phone: (360) 902-0570	Date: 01/25/2017

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.

Section 3

The bill modifies the Legislative-Executive WorkFirst Oversight Task Force (established in ESSB 5291, 2011 Session) by renaming it the Legislative-Executive WorkFirst Poverty Reduction Oversight Task Force. Membership of the task force is changed, and would include a representative of the Office of the Superintendent of Public Instruction.

The Task Force shall oversee the partner agencies' operation of the WorkFirst program and operation of the temporary assistance for needy families (TANF) program to ensure that the program are achieving desire outcomes for their clients.

Section 4

Creates the Intergeneration Poverty Advisory Committee to assist the Task Force.

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.

OSPI projects the need for 1 day per month (.05 FTE) of a Program Director to participate in Task Force meetings, research the effects of poverty on education, and to contribute to the annual written legislative report.

Part III: Expenditure Detail

III. A - Expenditures by Object Or Purpose

	FY 2018	FY 2019	2017-19	2019-21	2021-23
FTE Staff Years	0.1	0.1	0.1	0.1	0.1
A-Salaries and Wages	5,033	5,033	10,066	10,066	10,066
B-Employee Benefits	2,967	2,967	5,934	5,934	5,934
C-Professional Service Contracts					
E-Goods and Other Services					
G-Travel					
J-Capital Outlays					
M-Inter Agency/Fund Transfers					
N-Grants, Benefits & Client Services					
P-Debt Service					
S-Interagency Reimbursements					
T-Intra-Agency Reimbursements					
9-					
Total:	\$8,000	\$8,000	\$16,000	\$16,000	\$16,000

III. B - 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 2018	FY 2019	2017-19	2019-21	2021-23
WMS III Director	100,660	0.1	0.1	0.1	0.1	0.1
Total FTE's	100,660	0.1	0.1	0.1	0.1	0.1

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.