

Multiple Agency Fiscal Note Summary

Bill Number: 1117 HB	Title: Power supply inadequacy
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Estimated Cash Receipts

NONE

Estimated Operating Expenditures

Agency Name	2023-25				2025-27				2027-29			
	FTEs	GF-State	NGF-Outlook	Total	FTEs	GF-State	NGF-Outlook	Total	FTEs	GF-State	NGF-Outlook	Total
Department of Commerce	.0	7,082	7,082	7,082	.0	14,164	14,164	14,164	.0	14,164	14,164	14,164
Utilities and Transportation Commission	.0	0	0	9,893	.1	0	0	19,786	.1	0	0	19,786
Total \$	0.0	7,082	7,082	16,975	0.1	14,164	14,164	33,950	0.1	14,164	14,164	33,950

Estimated Capital Budget Expenditures

Agency Name	2023-25			2025-27			2027-29		
	FTEs	Bonds	Total	FTEs	Bonds	Total	FTEs	Bonds	Total
Department of Commerce	.0	0	0	.0	0	0	.0	0	0
Utilities and Transportation Commission	.0	0	0	.0	0	0	.0	0	0
Total \$	0.0	0	0	0.0	0	0	0.0	0	0

Estimated Capital Budget Breakout

NONE

Prepared by: Gwen Stamey, OFM	Phone: (360) 790-1166	Date Published: Final
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Individual State Agency Fiscal Note

Bill Number: 1117 HB	Title: Power supply inadequacy	Agency: 103-Department of Commerce
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Part I: Estimates

No Fiscal Impact

Estimated Cash Receipts to:

NONE

Estimated Operating Expenditures from:

	FY 2024	FY 2025	2023-25	2025-27	2027-29
FTE Staff Years	0.0	0.0	0.0	0.0	0.0
Account					
General Fund-State 001-1	0	7,082	7,082	14,164	14,164
Total \$	0	7,082	7,082	14,164	14,164

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: Megan McPhaden	Phone: 360-786-7114	Date: 01/05/2023
Agency Preparation: Marla Page	Phone: 360-725-3129	Date: 01/10/2023
Agency Approval: Jason Davidson	Phone: 360-725-5080	Date: 01/10/2023
OFM Review: Gwen Stamey	Phone: (360) 790-1166	Date: 01/10/2023

Part II: Narrative Explanation

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

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

This bill relates to addressing the extent to which Washington residents are at risk of rolling blackouts and power supply inadequacy events, and amends the expiration date for annual meetings.

Section 2 is amended to extend the requirement for annual meetings from 2025 to 2031 for the Department of Commerce (department) and the Utilities and Transportation Commission (commission) to jointly convene a meeting of representatives of both investor- and consumer-owned utilities, regional planning organizations, transmission operators and other stakeholders to discuss the current, short-term and long-term adequacy of energy resources to serve the state's electric needs. The meetings must also identify regulatory and statutory incentives to enhance and ensure resource adequacy and reliability as the clean energy transition evolves.

Effective date is assumed to be 90 days after adjournment of the session in which this bill is passed.

II. B - Cash receipts Impact

Cash receipts impact of the legislation on the responding agency with the cash receipts provisions identified by section number and when appropriate, the detail of the revenue sources. Description of the factual basis of the assumptions and the method by which the cash receipts impact is derived. Explanation of how workload assumptions translate into estimates. Distinguished between one time and ongoing functions.

II. C - Expenditures

Agency expenditures necessary to implement this legislation (or savings resulting from this legislation), with the provisions of the legislation that result in the expenditures (or savings) identified by section number. Description of the factual basis of the assumptions and the method by which the expenditure impact is derived. Explanation of how workload assumptions translate into cost estimates. Distinguished between one time and ongoing functions.

The department assumes that the work required to implement this chapter by extending the requirement for the annual meetings from 2025 to 2031 will begin July 1, 2025 and would be completed by December 31, 2031.

To accomplish this work the department estimates:

0.03 FTE EMS2 Senior Energy Policy Specialist (55 hours) in FY25-FY29 to attend meetings, consult with commission and utilities representatives, and provide the meeting summary to the governor and legislature.

Salaries and Benefits:

FY25-FY29: \$4,938 per year

Goods and Services:

FY25-FY29: \$519 per year

Intra-Agency Reimbursements:

FY25-FY29: \$1,625 per year

Note: Standard goods and services costs include supplies and materials, employee development and training, Attorney General costs, central services charges and agency administration. Agency administration costs (e.g., payroll, HR, IT) are funded under a federally approved cost allocation plan.

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Total Estimated Costs:

FY25-FY29: \$7,082 per year

Part III: Expenditure Detail

III. A - Operating Budget Expenditures

Account	Account Title	Type	FY 2024	FY 2025	2023-25	2025-27	2027-29
001-1	General Fund	State	0	7,082	7,082	14,164	14,164
Total \$			0	7,082	7,082	14,164	14,164

III. B - Expenditures by Object Or Purpose

	FY 2024	FY 2025	2023-25	2025-27	2027-29
FTE Staff Years		0.0	0.0	0.0	0.0
A-Salaries and Wages		3,796	3,796	7,592	7,592
B-Employee Benefits		1,142	1,142	2,284	2,284
C-Professional Service Contracts					
E-Goods and Other Services		519	519	1,038	1,038
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		1,625	1,625	3,250	3,250
9-					
Total \$	0	7,082	7,082	14,164	14,164

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*

Job Classification	Salary	FY 2024	FY 2025	2023-25	2025-27	2027-29
Administrative Services - Indirect	111,168		0.0	0.0	0.0	0.0
EMS Band 2	122,841		0.0	0.0	0.0	0.0
Total FTEs			0.0	0.0	0.0	0.0

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

Acquisition and construction costs not reflected elsewhere on the fiscal note and description of potential financing methods.

NONE

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

NONE

Part V: New Rule Making Required

Provisions of the bill that require the agency to adopt new administrative rules or repeal/revise existing rules.

Individual State Agency Fiscal Note

Bill Number: 1117 HB	Title: Power supply inadequacy	Agency: 215-Utilities and Transportation Commission
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Part I: Estimates

No Fiscal Impact

Estimated Cash Receipts to:

NONE

Estimated Operating Expenditures from:

	FY 2024	FY 2025	2023-25	2025-27	2027-29
FTE Staff Years	0.0	0.1	0.0	0.1	0.1
Account					
Public Service Revolving Account-State 111-1	0	9,893	9,893	19,786	19,786
Total \$	0	9,893	9,893	19,786	19,786

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: Megan McPhaden	Phone: 360-786-7114	Date: 01/05/2023
Agency Preparation: Amy Andrews	Phone: 360-481-1335	Date: 01/09/2023
Agency Approval: Amy Andrews	Phone: 360-481-1335	Date: 01/09/2023
OFM Review: Tiffany West	Phone: (000) 000-0000	Date: 01/10/2023

Part II: Narrative Explanation

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

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

Section 2 requires the department and the commission to jointly convene a meeting in 2023 to address and discuss: (1) the risk of rolling blackouts and power supply inadequacy events, (2) the extent to which proposed laws seeking an aggressive timeline for building electrification and transportation system electrification may require new state policy for resource adequacy, and (3) statutory incentives to enhance and ensure resource adequacy and reliability. UTC assumes that the work required to implement this chapter by extending the requirement for the annual meetings from 2025 to 2031 will begin in July 2023 and would be completed by December 31, 2031. UTC also assumes it will assist in the planning of the meeting, development of a survey regarding recommendations on policy options to prevent severe blackouts, and compilation of survey results.

II. B - Cash receipts Impact

Cash receipts impact of the legislation on the responding agency with the cash receipts provisions identified by section number and when appropriate, the detail of the revenue sources. Description of the factual basis of the assumptions and the method by which the cash receipts impact is derived. Explanation of how workload assumptions translate into estimates. Distinguished between one time and ongoing functions.

II. C - Expenditures

Agency expenditures necessary to implement this legislation (or savings resulting from this legislation), with the provisions of the legislation that result in the expenditures (or savings) identified by section number. Description of the factual basis of the assumptions and the method by which the expenditure impact is derived. Explanation of how workload assumptions translate into cost estimates. Distinguished between one time and ongoing functions.

Meeting and survey for recommendations on policy options to prevent blackouts

Section 2 requires the commission to jointly convene a meeting in 2023 with the department to address additional issues, including power supply inadequacy events. UTC assumes it will assist in the preparation and planning of the meeting, development of a survey (notice) regarding recommendations on policy options to prevent severe blackouts, and compilation of notice results to discuss at the meeting. No incremental work is assumed for 2023.

The commission assumes that the work required to implement this chapter by extending the requirement for the annual meetings from 2025 to 2031 will begin in July 2023 and would be completed by December 31, 2031.

FY2025 - FY2029 - \$9,893 per year, new work beginning in July FY2025 through FY2029

(Commissioner, 0.01 FTE; Deputy Asst. Director | Regulatory Services, 0.01 FTE; Asst. Director, Policy, 0.01 FT; Policy Advisor, 0.02 FTE; Regulatory Analyst 3, 0.01 FTE)

Part III: Expenditure Detail

III. A - Operating Budget Expenditures

Account	Account Title	Type	FY 2024	FY 2025	2023-25	2025-27	2027-29
111-1	Public Service Revolving Account	State	0	9,893	9,893	19,786	19,786
Total \$			0	9,893	9,893	19,786	19,786

III. B - Expenditures by Object Or Purpose

	FY 2024	FY 2025	2023-25	2025-27	2027-29
FTE Staff Years		0.1	0.0	0.1	0.1
A-Salaries and Wages		6,730	6,730	13,460	13,460
B-Employee Benefits		2,355	2,355	4,710	4,710
C-Professional Service Contracts					
E-Goods and Other Services		808	808	1,616	1,616
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 \$	0	9,893	9,893	19,786	19,786

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*

Job Classification	Salary	FY 2024	FY 2025	2023-25	2025-27	2027-29
Asst. Director, Policy	110,064		0.0	0.0	0.0	0.0
Commissioner	168,012		0.0	0.0	0.0	0.0
Deputy Asst. Director Regulatory Services	101,136		0.0	0.0	0.0	0.0
Policy Advisor	100,008		0.0	0.0	0.0	0.0
Regulatory Analyst 3	93,840		0.0	0.0	0.0	0.0
Total FTEs			0.1	0.1	0.1	0.1

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

Acquisition and construction costs not reflected elsewhere on the fiscal note and description of potential financing methods.

NONE

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

NONE

Part V: New Rule Making Required

Provisions of the bill that require the agency to adopt new administrative rules or repeal/revise existing rules.