

Multiple Agency Fiscal Note Summary

| | |
|---------------------------------|--|
| Bill Number: 1013 P S HB | Title: Regional apprenticeship prgs |
|---------------------------------|--|

Estimated Cash Receipts

NONE

| Agency Name | 2023-25 | | 2025-27 | | 2027-29 | |
|---------------------|---------------------------|-------|-----------|-------|-----------|-------|
| | GF- State | Total | GF- State | Total | GF- State | Total |
| Local Gov. Courts | | | | | | |
| Loc School dist-SPI | Fiscal note not available | | | | | |
| Local Gov. Other | | | | | | |
| Local Gov. Total | | | | | | |

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 Labor and Industries | 1.1 | 0 | 0 | 255,000 | 1.1 | 0 | 0 | 240,000 | .0 | 0 | 0 | 0 |
| Superintendent of Public Instruction | Fiscal note not available | | | | | | | | | | | |
| Community and Technical College System | .0 | 14,000 | 14,000 | 14,000 | .0 | 7,000 | 7,000 | 7,000 | .0 | 0 | 0 | 0 |
| Total \$ | 1.1 | 14,000 | 14,000 | 269,000 | 1.1 | 7,000 | 7,000 | 247,000 | 0.0 | 0 | 0 | 0 |

| Agency Name | 2023-25 | | | 2025-27 | | | 2027-29 | | |
|---------------------|---------------------------|----------|-------|---------|----------|-------|---------|----------|-------|
| | FTEs | GF-State | Total | FTEs | GF-State | Total | FTEs | GF-State | Total |
| Local Gov. Courts | | | | | | | | | |
| Loc School dist-SPI | Fiscal note not available | | | | | | | | |
| Local Gov. Other | | | | | | | | | |
| Local Gov. Total | | | | | | | | | |

Estimated Capital Budget Expenditures

| Agency Name | 2023-25 | | | 2025-27 | | | 2027-29 | | |
|--|---------------------------|----------|----------|------------|----------|----------|------------|----------|----------|
| | FTEs | Bonds | Total | FTEs | Bonds | Total | FTEs | Bonds | Total |
| Department of Labor and Industries | .0 | 0 | 0 | .0 | 0 | 0 | .0 | 0 | 0 |
| Superintendent of Public Instruction | Fiscal note not available | | | | | | | | |
| Community and Technical College System | .0 | 0 | 0 | .0 | 0 | 0 | .0 | 0 | 0 |
| Total \$ | 0.0 | 0 | 0 | 0.0 | 0 | 0 | 0.0 | 0 | 0 |

| Agency Name | 2023-25 | | | 2025-27 | | | 2027-29 | | |
|---------------------|---------------------------|----------|-------|---------|----------|-------|---------|----------|-------|
| | FTEs | GF-State | Total | FTEs | GF-State | Total | FTEs | GF-State | Total |
| Local Gov. Courts | | | | | | | | | |
| Loc School dist-SPI | Fiscal note not available | | | | | | | | |
| Local Gov. Other | | | | | | | | | |
| Local Gov. Total | | | | | | | | | |

Estimated Capital Budget Breakout

| | | |
|------------------------------------|---------------------------------|---------------------------------------|
| Prepared by: Val Terre, OFM | Phone: (360) 280-3973 | Date Published: Preliminary |
|------------------------------------|---------------------------------|---------------------------------------|

Individual State Agency Fiscal Note

| | | |
|---------------------------------|--|---|
| Bill Number: 1013 P S HB | Title: Regional apprenticeship prgs | Agency: 235-Department of Labor and Industries |
|---------------------------------|--|---|

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 | 1.1 | 1.1 | 1.1 | 1.1 | 0.0 |
| Account | | | | | |
| Accident Account-State 608-1 | 115,000 | 102,000 | 217,000 | 204,000 | 0 |
| Medical Aid Account-State 609-1 | 20,000 | 18,000 | 38,000 | 36,000 | 0 |
| Total \$ | 135,000 | 120,000 | 255,000 | 240,000 | 0 |

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: Ethan Moreno | Phone: 360-786-7386 | Date: 01/16/2023 |
| Agency Preparation: Crystal Van Boven | Phone: 360-902-6982 | Date: 01/24/2023 |
| Agency Approval: Trent Howard | Phone: 360-902-6698 | Date: 01/24/2023 |
| OFM Review: Anna Minor | Phone: (360) 790-2951 | Date: 01/24/2023 |

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.

See attached

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.

See attached

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.

See attached

Part III: Expenditure Detail

III. A - Operating Budget Expenditures

| Account | Account Title | Type | FY 2024 | FY 2025 | 2023-25 | 2025-27 | 2027-29 |
|-----------------|---------------------|-------|---------|---------|---------|---------|---------|
| 608-1 | Accident Account | State | 115,000 | 102,000 | 217,000 | 204,000 | 0 |
| 609-1 | Medical Aid Account | State | 20,000 | 18,000 | 38,000 | 36,000 | 0 |
| Total \$ | | | 135,000 | 120,000 | 255,000 | 240,000 | 0 |

III. B - Expenditures by Object Or Purpose

| | FY 2024 | FY 2025 | 2023-25 | 2025-27 | 2027-29 |
|--------------------------------------|---------|---------|---------|---------|---------|
| FTE Staff Years | 1.1 | 1.1 | 1.1 | 1.1 | |
| A-Salaries and Wages | 79,000 | 79,000 | 158,000 | 158,000 | |
| B-Employee Benefits | 30,000 | 30,000 | 60,000 | 60,000 | |
| C-Professional Service Contracts | | | | | |
| E-Goods and Other Services | 16,000 | 11,000 | 27,000 | 22,000 | |
| G-Travel | | | | | |
| J-Capital Outlays | 10,000 | | 10,000 | | |
| M-Inter Agency/Fund Transfers | | | | | |
| N-Grants, Benefits & Client Services | | | | | |
| P-Debt Service | | | | | |
| S-Interagency Reimbursements | | | | | |
| T-Intra-Agency Reimbursements | | | | | |
| 9- | | | | | |
| Total \$ | 135,000 | 120,000 | 255,000 | 240,000 | 0 |

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 |
|-----------------------------|--------|---------|---------|---------|---------|---------|
| Apprenticeship Consultant 3 | 75,120 | 1.0 | 1.0 | 1.0 | 1.0 | |
| Fiscal Analyst 5 | 71,520 | 0.1 | 0.1 | 0.1 | 0.1 | |
| Total FTEs | | 1.1 | 1.1 | 1.1 | 1.1 | 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

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.

Part II: Explanation

This bill requires the Office of the Superintendent of Public Instruction (OSPI) and educational service districts (ESDs) to establish a regional apprenticeship preparation pilot program.

The purpose of the program is to identify best practices for establishing regional apprenticeship preparation programs that support postsecondary success and strengthen community engagement in schools. The program must consist of one site each in Eastern and Western Washington. OSPI, in collaboration with others, must evaluate best practices for a number of items and submit a report by June 30, 2026.

PS HB 1013 is different from HB 1013 in that it:

- The impact to local/regional apprenticeship programs is different. Instead of assisting ESDs with apprenticeship program development needs, they collaborate in the formation of apprenticeship preparation programs. The apprenticeship preparation program will then help students gain entry into their apprenticeship program upon graduation.

II. A – Brief Description of What the Measure Does that Has Fiscal Impact

This bill adds sections to RCW 28A.310 requiring educational service districts to establish regional apprenticeship programs, as provided in the bill. The bill makes no changes to RCW 49.04, which is administered by the Department of Labor and Industries (L&I).

Section 2 (new)

Directs OSPI and ESDs to establish the regional apprenticeship preparation pilot program. The program must consist of a site on the east side and a site on the west side of the mountains. The ESDs must ensure the pilot program:

- Is recognized by the WSATC
- Is developed as a collaborative partnership between several entities, to include registered apprenticeship programs

- Provides students with dual credit opportunities.
- Provides students with preferred or direct entry into an aligned registered apprenticeship program
- Provides needed data for evaluation.

Section 3 (new)

Directs OSPI to collaborate with several entities, including the WSATC (apprenticeship section), to evaluate best practices for increasing awareness about:

- Career and technical education and dual credit opportunities
- Apprenticeship and career opportunities
- Community & industry support for apprenticeships and work-integrated learning

OSPI must report the results of the evaluation to a number of entities, to include the appropriate committee of the legislature, by June 30, 2026. The report must include recommendations for legislative action to:

- Authorize additional regional apprenticeship preparation programs.
- Establish standards for the operation of the programs.
- (May also include) Recommendations to improve the quality of the programs.

II. B – Cash Receipt Impact

None.

II. C – Expenditures

This bill would require the Department of Labor & Industries (L&I) to collaborate with OSPI and ESDs in the formation of apprenticeship preparation programs.

Appropriated – Operating Costs

This proposed bill increases expenditures to the Accident Account, 608, and the Medical Aid Account, 609. The following assumptions were used to estimate the resources requested to implement this bill.

Staffing

1.0 FTE, Apprenticeship Consultant 3 (AC3), Temporary from July 1, 2023 through June 30, 2027, Duties Include: Answer calls/emails from all entities regarding Educational Service District (ESD) regional apprenticeship preparation programs, attend meetings, provide information and data requested, assist with research, assist ESDs and organizations with establishment of apprenticeship preparation programs, review required packets to ensure programs meet requirements.

Workload Indicators:

- One (AC3) can handle 10 calls per day, 15 emails per day, 4 meetings per week, research and information gathering as needed, coordination with appropriate organizations up to 10 hours per week, and all assistance with establishment of program (time varies throughout the building of the program).

Indirect Costs

The amount included in this fiscal note for indirect is:

| Fund Name | | FY 2024 | FY 2025 | FY 2026 | FY 2027 | FY 2028 | FY 2029 |
|-----------|---------------|----------------|----------------|----------------|----------------|------------|------------|
| 608 | Accident | 6,000 | 6,000 | 6,000 | 6,000 | | |
| 609 | Medical Aid | 1,000 | 1,000 | 1,000 | 1,000 | | |
| | Total: | \$7,000 | \$7,000 | \$7,000 | \$7,000 | \$0 | \$0 |

The department assesses an indirect rate to cover agency-wide administrative costs. Labor and Industries’ indirect rate is applied on salaries, benefits, and standard costs. For fiscal note purposes, the total indirect amount is converted into salary and benefits for partial or full indirect FTEs. Salary and benefits costs are based on a Fiscal Analyst 5 (Range 59, Step G).

Part IV: Capital Budget Impact

None.

Part V: New Rule Making Required

None.

Individual State Agency Fiscal Note

| | | |
|---------------------------------|--|--|
| Bill Number: 1013 P S HB | Title: Regional apprenticeship prgs | Agency: 699-Community and Technica College System |
|---------------------------------|--|--|

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 |
|--------------------------|---------|---------|---------|---------|---------|
| Account | | | | | |
| General Fund-State 001-1 | 7,000 | 7,000 | 14,000 | 7,000 | 0 |
| Total \$ | 7,000 | 7,000 | 14,000 | 7,000 | 0 |

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: Ethan Moreno | Phone: 360-786-7386 | Date: 01/16/2023 |
| Agency Preparation: Brian Myhre | Phone: 360-704-4413 | Date: 01/19/2023 |
| Agency Approval: Cherie Berthon | Phone: 360-704-1023 | Date: 01/19/2023 |
| OFM Review: Ramona Nabors | Phone: (360) 742-8948 | Date: 01/27/2023 |

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 would direct the Educational Service Districts (ESDs) and the Office of the Superintendent of Public Instruction (OSPI) to jointly establish a regional apprenticeship preparation pilot program to identify common best practices and processes for establishing regional apprenticeship preparation programs that support post-secondary success for students and strengthen community engagement in schools and school districts.

Section 3

Directs the OSPI, in collaboration with the State Board for Community and Technical Colleges (State Board), the Washington State Apprenticeship and Training Council, the Washington Association for Career and Technical Education, and the Work-Integrated Learning Advisory Committee (WILAC) to evaluate and report to the Legislature about best practices for increasing awareness about career and technical education, apprenticeship opportunities, and other delineated topics.

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.

No cash receipts impact.

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.

Section 3 of the bill directs OSPI to collaborate with the State Board, among others, to evaluate and report to the Legislature about best practices for increasing awareness about career and technical education, apprenticeship opportunities, and other delineated topics. OSPI is to submit a report by June 30, 2026.

The work to collaborate with OSPI is estimated to take .05 FTE of a Policy Associate.

.05 FTE Policy Associate X \$129,000 Salary & Benefits = \$7,000 FY24 through FY26

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 | 7,000 | 7,000 | 14,000 | 7,000 | 0 |
| Total \$ | | | 7,000 | 7,000 | 14,000 | 7,000 | 0 |

III. B - Expenditures by Object Or Purpose

| | FY 2024 | FY 2025 | 2023-25 | 2025-27 | 2027-29 |
|--------------------------------------|---------|---------|---------|---------|---------|
| FTE Staff Years | | | | | |
| A-Salaries and Wages | 5,000 | 5,000 | 10,000 | 5,000 | |
| B-Employee Benefits | 2,000 | 2,000 | 4,000 | 2,000 | |
| 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 \$ | 7,000 | 7,000 | 14,000 | 7,000 | 0 |

III. C - Operating FTE Detail: *FTEs listed by classification and corresponding annual compensation. Totals agree with total FTEs in Part I and Part IIIA.*

NONE

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.