

# Individual State Agency Fiscal Note

<b>Bill Number:</b> 1480 HB	<b>Title:</b> All-hazard emergency manage.	<b>Agency:</b> 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	2.4	2.4	2.4	2.4	2.4
<b>Account</b>					
General Fund-State 001-1	410,338	412,547	822,885	825,094	829,894
<b>Total \$</b>	410,338	412,547	822,885	825,094	829,894

### 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.

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## 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 1 amends RCW 43.21F.045 to grant additional powers and duties to the department to include: all-hazard contingency plans and add analysis of human, natural, and cybersecurity hazards to procedures for determining when these shortages or emergencies exist; state officers and agencies to participate in the determination, and actions to be taken by various agencies and officers of state government in order to reduce hardship and maintain the general welfare during these emergencies.

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.*

#### General Assumptions

The bill grants additional powers and duties to the department to include all-hazard contingency plans and add analysis of human, natural, and cybersecurity hazards procedures for determining when these shortages or emergencies exist. The bill requires consistency between the new federal requirements and implementation at the state level specifically addressing all-hazard energy security planning.

This will require expanding the departments energy resilience and emergency management office to meet the new federal energy emergency requirements, to effectively implement additional planning, response capabilities, recovery and mitigation actions for the state.

The department assumes we will provide recommendations to clarify the seemingly unconnected systems vital to addressing or preventing shortages or emergencies in order for the EREMO to create and implement contingency planning.

To accomplish this work the department estimates:

1.0 FTE Washington Management 2 (2,088 hours) in FY24-FY29 to support: the development of the state energy resilience strategy; the development and implementation process to track statewide progress on energy resilience goals, the facilitation of local jurisdiction, Tribal Nations and other community driven energy resilience planning, the energy industry, private sector, state agency, city, county, and Tribal emergency managers to integrate energy resilience and mitigation planning as part of their programs. Will conduct outreach and education efforts with statewide critical infrastructure; private industry, non-profits, state, local, and tribal governments in order to support resilience and mitigation activities. Provide direct technical assistance and implementation of local energy resilience planning including identification of critical facilities, interdependences with other critical infrastructure sectors and essential services, hazard assessment analysis and baseline review of potential energy resilience solutions with the local utility.

1.0 FTE Emergency Management Program Specialist 3 (2,088 hours) in FY24-FY29 to review all current energy cybersecurity standards and requirements for all energy sectors and demand response technology, will review public record exemptions & public disclosure laws and, in coordination with the state's energy sector partners, develop recommendations

which will allow for more effective energy supply disruption coordination while safely handling market sensitive and secured (physical/cyber) information. With the collected information, the position will recommend how the state can increase posture, reduce risk and improve communication with the sector partners. This position will develop a risk management approach framework that would be a resource for all energy sector partners. This position will engage with smaller consumer owned utilities (COUs) and federal and state partners to conduct cyber risk assessments and provide mitigation approaches.

**Salaries and Benefits:**

FY24: \$275,313

FY25-FY29: \$284,488 per fiscal year

**Goods and Services:**

FY24: \$34,447

FY25-FY29: \$34,462 per fiscal year

**Equipment:**

In addition to the standard goods and services estimates, the department assumes the purchase of standard workstations for the new staff in FY24 and the purchase of replacement laptops /tablets in FY28 based on the department's replacement cycle.

FY24: \$10,000

FY28: \$4,800

**Intra-agency Reimbursement:**

FY24: \$90,578

FY25-FY29: \$93,597 per fiscal 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 Costs:**

FY24: \$410,338

FY25-FY27: \$412,547 per fiscal year

FY28: \$417,347

FY29: \$412,547

**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	410,338	412,547	822,885	825,094	829,894
<b>Total \$</b>			410,338	412,547	822,885	825,094	829,894

**III. B - Expenditures by Object Or Purpose**

	FY 2024	FY 2025	2023-25	2025-27	2027-29
FTE Staff Years	2.4	2.4	2.4	2.4	2.4
A-Salaries and Wages	209,053	215,324	424,377	430,648	430,648
B-Employee Benefits	66,260	69,164	135,424	138,328	138,328
C-Professional Service Contracts					
E-Goods and Other Services	34,447	34,462	68,909	68,924	68,924
G-Travel					
J-Capital Outlays	10,000		10,000		4,800
M-Inter Agency/Fund Transfers					
N-Grants, Benefits & Client Services					
P-Debt Service					
S-Interagency Reimbursements					
T-Intra-Agency Reimbursements	90,578	93,597	184,175	187,194	187,194
9-					
<b>Total \$</b>	410,338	412,547	822,885	825,094	829,894

**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	0.4	0.4	0.4	0.4	0.4
Emergency Management Program Spec 3	86,212	1.0	1.0	1.0	1.0	1.0
WSB Band 2	122,841	1.0	1.0	1.0	1.0	1.0
<b>Total FTEs</b>		2.4	2.4	2.4	2.4	2.4

**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.*