

Individual State Agency Fiscal Note

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| Bill Number: 1712 HB | Title: Finfish worker displacement | Agency: 540-Employment Security Department |
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Part I: Estimates

No Fiscal Impact

Estimated Cash Receipts to:

NONE

Estimated Operating Expenditures from:

NONE

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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|------------------------------------|-----------------------|------------------|
| Legislative Contact: Kelly Leonard | Phone: 360-786-7147 | Date: 02/13/2023 |
| Agency Preparation: Daniel Hare | Phone: 360 902-9422 | Date: 02/15/2023 |
| Agency Approval: Lisa Henderson | Phone: 360-902-9291 | Date: 02/15/2023 |
| OFM Review: Anna Minor | Phone: (360) 790-2951 | Date: 02/15/2023 |

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.

In November 2022, the Department of Natural Resources (DNR) issued an order ending the practice of leasing state aquatic lands to commercial finfish farmers. This will result in the layoff of 34 employees at two Cooke Aquaculture facilities - the last facilities still involved in commercial finfish farming on state aquatic lands. This bill will explicitly include those 34 employees as "dislocated workers" for unemployment insurance benefits, making it easier for those workers to qualify for training benefits.

The Employment Security Department (ESD) Employment System, Policy and Integration Division (ESPI), and the Unemployment Employment Customer Services Division (UICS) have both reviewed this bill and determined it will not significantly increase or decrease the division's workload. ESD does not see any additional costs associated with this proposed legislative change and assumes any work regarding responding to possible unemployment claims due to the layoff of 34 commercial finfish farmers will be negligible and costs are not included in this request.

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.

N/A

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.

N/A

Part III: Expenditure Detail

III. A - Operating Budget Expenditures

NONE

III. B - Expenditures by Object Or Purpose

NONE

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

N/A

Part V: New Rule Making Required

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