

Multiple Agency Fiscal Note Summary

Bill Number: 1870 HB	Title: Local comm. federal funding
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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						
Local Gov. Other	Non-zero but indeterminate cost and/or savings. Please see discussion.					
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 Commerce	1.0	315,693	315,693	315,693	1.8	501,932	501,932	501,932	1.8	504,832	504,832	504,832
Department of Commerce	In addition to the estimate above, there are additional indeterminate costs and/or savings. Please see individual fiscal note.											
Total \$	1.0	315,693	315,693	315,693	1.8	501,932	501,932	501,932	1.8	504,832	504,832	504,832

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									
Local Gov. Other	Non-zero but indeterminate cost and/or savings. Please see discussion.								
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 Commerce	.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									
Local Gov. Other	Non-zero but indeterminate cost and/or savings. Please see discussion.								
Local Gov. Total									

Estimated Capital Budget Breakout

NONE

Prepared by: Cheri Keller, OFM	Phone: (360) 584-2207	Date Published: Final 1/12/2024
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Individual State Agency Fiscal Note

Bill Number: 1870 HB	Title: Local comm. federal funding	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	2.1	1.0	1.8	1.8
Account					
General Fund-State 001-1	0	315,693	315,693	501,932	504,832
Total \$	0	315,693	315,693	501,932	504,832

In addition to the estimates above, there are additional indeterminate costs and/or savings. Please see discussion.

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: Martha Wehling	Phone: 360-786-7067	Date: 01/02/2024
Agency Preparation: Chad Johnson	Phone: 360-725-5028	Date: 01/12/2024
Agency Approval: Chad Johnson	Phone: 360-725-5028	Date: 01/12/2024
OFM Review: Cheri Keller	Phone: (360) 584-2207	Date: 01/12/2024

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.

Fiscal impact for the following section is deemed no fiscal impact:

Sec. 4 (2) (c) - This new subsection stipulates the agency may provide a resource guide for applicants for federal grants, including links to federal applications and relevant resources, and contact information for department assistance. This is determined to be no fiscal impact as this is supported using existing resources.

Fiscal impact for the following section is deemed partially determinate and partially indeterminate impact:

Sec. 4 (4) (a) (b) - The new subsection 4 directs the department to establish and administer a moving assets towards community health program (Program). The purpose of the Program is to increase opportunities for local communities to compete for federal funding by providing matching funds. The bill does not identify funding source or amounts to establish this program. Therefore, Part II of the fiscal note will illustrate the assumptions made to provide meaningful impact that satisfies the intent of the bill.

Sec. 4 (4) (a)(b) - The establishment and administration of a moving assets towards community health program.

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.

Sec. 4 (4) (a)(b) - Directs the department to establish and administer a moving assets towards community health program with a biennial report due to the Governor and Legislature beginning in fiscal year 2028. To administer this program, the Department will require:

0.3 FTE (FY24) EMS2 to provide policy and program development subject matter expertise. Supports the development and creation of the rules to implement the program for the desired outcomes.

1.0 FTE (FY24-29) Commerce Specialist 3 to design, develop, market and implement the program. Manage the biannual report to the Governor and Legislature.

0.5 FTE (FY24-29) Commerce Specialist 3 to negotiate, execute, monitor and close contracts/grants associated with the moving assets towards community health program.

Grant funding:

The amount of grant funding provided for this program is not specified and is therefore indeterminate. However, for illustrative purposes, a \$400,000 grant award could support the application and administration of federal funding, as well as matching funds. With 20 awards provided, the cost for grants would be approximately \$8 million.

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	315,693	315,693	501,932	504,832
Total \$			0	315,693	315,693	501,932	504,832

In addition to the estimates above, there are additional indeterminate costs and/or savings. Please see discussion.

III. B - Expenditures by Object Or Purpose

	FY 2024	FY 2025	2023-25	2025-27	2027-29
FTE Staff Years		2.1	1.0	1.8	1.8
A-Salaries and Wages		158,409	158,409	253,554	253,554
B-Employee Benefits		56,339	56,339	93,122	93,122
C-Professional Service Contracts					
E-Goods and Other Services		17,393	17,393	31,200	31,200
G-Travel		5,000	5,000	10,000	10,000
J-Capital Outlays		7,900	7,900		2,900
M-Inter Agency/Fund Transfers					
N-Grants, Benefits & Client Services					
P-Debt Service					
S-Interagency Reimbursements					
T-Intra-Agency Reimbursements		70,652	70,652	114,056	114,056
9-					
Total \$	0	315,693	315,693	501,932	504,832

In addition to the estimates above, there are additional indeterminate costs and/or savings. Please see discussion.

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			0.3	0.2	0.3	0.3
Commerce Specialist 3			1.5	0.8	1.5	1.5
EMS Band 2			0.3	0.1		
Total FTEs			2.1	1.0	1.8	1.8

III. D - Expenditures By Program (optional)

Program	FY 2024	FY 2025	2023-25	2025-27	2027-29
Program Support Indirect (100)		70,652	70,652	114,056	114,056
Office of Economic Development and Competitiveness (700)		245,041	245,041	387,876	390,776
Total \$		315,693	315,693	501,932	504,832

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.

LOCAL GOVERNMENT FISCAL NOTE

Department of Commerce

Bill Number: 1870 HB

Title: Local comm. federal funding

Part I: Jurisdiction-Location, type or status of political subdivision defines range of fiscal impacts.

Legislation Impacts:

- Cities: Revenue from matching funds; costs to apply for matching funds or technical assistance.
- Counties: Same as above.
- Special Districts:
- Specific jurisdictions only:
- Variance occurs due to:

Part II: Estimates

- No fiscal impacts.
- Expenditures represent one-time costs:
- Legislation provides local option:
- Key variables cannot be estimated with certainty at this time:

Estimated revenue impacts to:

Non-zero but indeterminate cost and/or savings. Please see discussion.

Estimated expenditure impacts to:

Non-zero but indeterminate cost and/or savings. Please see discussion.

Part III: Preparation and Approval

Fiscal Note Analyst: Brandon Rountree	Phone: (360) 999-7103	Date: 01/08/2024
Leg. Committee Contact: Martha Wehling	Phone: 360-786-7067	Date: 01/02/2024
Agency Approval: Allan Johnson	Phone: 360-725-5033	Date: 01/08/2024
OFM Review: Cheri Keller	Phone: (360) 584-2207	Date: 01/09/2024

Part IV: Analysis

A. SUMMARY OF BILL

Description of the bill with an emphasis on how it impacts local government.

Overview: The legislature's intent is to increase the availability of federal grant dollars in local communities by continuing its efforts to increase the capacity of the Department of Commerce to assist local communities in successfully applying for federal grant dollars. Commerce would help local communities by creating the Moving Assets towards Community Health (MATCH) program. The MATCH program would allow local communities to access matching funds that are needed to secure federal grants from a state funding pool.

Sections that impact local government:

Sec. 2 (Amends RCW 43.330.070):

(2) Adds language which allows Commerce to provide technical assistance or enter into contracts with local communities in order to provide them with technical assistance in the development of competitive applications for federal funding.

Sec. 4 (Amends RCW 43.330.260):

(1) (c) Adds language which requires Commerce to provide a resource guild for applicants for federal grants.

(4) Directs COM to establish a MATCH program with the intent to increase opportunities for local communities to compete for federal grants through the provision of a state pool of matching funds for eligible entities to access during the application process.

B. SUMMARY OF EXPENDITURE IMPACTS

Expenditure impacts of the legislation on local governments with the expenditure provisions identified by section number and when appropriate, the detail of expenditures. Delineated between city, county and special district impacts.

This legislation would have an indeterminate expenditure impact on local governments.

Expenditures by cities and counties under this legislation would be expected to increase if they were to seek the technical assistance provided by Commerce and the matching funds provided by the MATCH program. The funds and technical assistance would be utilized by cities and counties to develop more competitive federal grant applications. There is no available information about what the technical assistance provided by COM will provide. There is also no available information about what will be required to apply for the matching funds or what the total amount of matching funds will be available.

C. SUMMARY OF REVENUE IMPACTS

Revenue impacts of the legislation on local governments, with the revenue provisions identified by section number, and when appropriate, the detail of revenue sources. Delineated between city, county and special district impacts.

The legislation would result in indeterminate revenue for cities and counties. Cities and counties would be eligible to apply for technical assistance or matching funds to develop more competitive federal grant applications. There is no information available that would allow of an estimation of city and county revenue increase due to the support provided by the legislation leading to more successful federal grant applications.