# **Multiple Agency Fiscal Note Summary**

**Bill Number:** 1141 E S HB

Title: Ag. cannabis workers

## **Estimated Cash Receipts**

NONE

Agency Name	2025	-27	2027	-29	2029-31		
	GF- State	Total	GF- State	Total	GF- State	Total	
Local Gov. Courts	No fiscal impac	t					
Loc School dist-SPI							
Local Gov. Other							
Local Gov. Total							

## **Estimated Operating Expenditures**

Agency Name		:	2025-27			2027-29				2029-31		
	FTEs	GF-State	NGF-Outlook	Total	FTEs	GF-State	NGF-Outlook	Total	FTEs	GF-State	NGF-Outlook	Total
Administrative Office of the Courts	.0	0	0	0	.0	0	0	0	.0	0	0	0
Office of Financial Management	.0	0	0	0	.0	0	0	0	.0	0	0	0
Public Employment Relations Commission	.6	217,280	217,280	217,280	.6	197,280	197,280	197,280	.6	197,280	197,280	197,280
Total \$	0.6	217,280	217,280	217,280	0.6	197,280	197,280	197,280	0.6	197,280	197,280	197,280

Agency Name	2025-27				2027-29			2029-31		
	FTEs	GF-State	Total	FTEs	GF-State	Total	FTEs	GF-State	Total	
Local Gov. Courts	No fis	cal impact								
Loc School dist-SPI										
Local Gov. Other										
Local Gov. Total										

## **Estimated Capital Budget Expenditures**

Agency Name	2025-27				2027-29		2029-31		
	FTEs	Bonds	Total	FTEs	Bonds	Total	FTEs	Bonds	Total
Administrative Office of	.0	0	0	.0	0	0	.0	0	0
the Courts									
Office of Financial	.0	0	0	.0	0	0	.0	0	0
Management									
Public Employment	.0	0	0	.0	0	0	.0	0	0
Relations Commission									
Total \$	0.0	0	0	0.0	0	0	0.0	0	0

Agency Name	2025-27				2027-29		2029-31		
	FTEs	GF-State	Total	FTEs	GF-State	Total	FTEs	GF-State	Total
Local Gov. Total									
Local Gov. Courts	No fis	cal impact							
Loc School dist-SPI									
Local Gov. Other									

# **Estimated Capital Budget Breakout**

Prepared by: Val Terre, OFM	Phone:	Date Published:
	(360) 280-3073	Final 3/31/2025

# **Judicial Impact Fiscal Note**

Ag. cannabis workers

Sin Number: 1141 E S HB	The: Ag. cannabis workers	•••	he Courts
art I: Estimates			
X No Fiscal Impact			
Estimated Cash Receipts to:			
NONE			
Estimated Expenditures from:			
NONE			
stimated Capital Budget Impact:			
NONE			
subject to the provisions of RCW 43. Check applicable boxes and follo If fiscal impact is greater than Parts I-V.	w corresponding instructions: h \$50,000 per fiscal year in the current bienning	um or in subsequent biennia,	complete entire fiscal note fo
Capital budget impact, comp	50,000 per fiscal year in the current biennium	or in subsequent biennia, cor	npiele this page only (Part I).
Legislative Contact Jarrett Sack	S	Phone: 360-786-7448	Date: 03/14/2025
Agency Preparation: Chris Conn		Phone: 360-704-5512	Date: 03/17/2025
Agency Approval: Chris Stanle		Phone: 360-357-2406	Date: 03/17/2025
<b>OFM Review:</b> Gaius Horto	n	Phone: (360) 819-3112	Date: 03/18/2025

205,383.00

Bill Number:

1141 E S HB

Title:

Form FN (Rev 1/00)

Agency: 055-Administrative Office of

### **Part II: Narrative Explanation**

#### II. A - Brief Description Of What The Measure Does That Has Fiscal Impact on the Courts

The engrossed substitute bill clarifies that courts may only interpret bill as applicable to those meeting its definition of employee.

The engrossed substitute would not make any changes affecting the fiscal impact to the Administrative Office of the Courts or the courts.

#### II. B - Cash Receipts Impact

None

#### II. C - Expenditures

No fiscal impact to the Administrative Office of the Courts as this bill does not affect current AOC or court processes.

### Part III: Expenditure Detail

III. A - Expenditure By Object or Purpose (State)

NONE

III. B - Expenditure By Object or Purpose (County)

NONE

III. C - Expenditure By Object or Purpose (City)

NONE

III. D - FTE Detail

NONE

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III. E - Expenditures By Program (optional)
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NONE

### Part IV: Capital Budget Impact

### **IV. A - Capital Budget Expenditures**

NONE

IV. B1 - Expenditures by Object Or Purpose (State) NONE

- IV. B2 Expenditures by Object Or Purpose (County) NONE
- IV. B3 Expenditures by Object Or Purpose (City) NONE

#### IV. C - Capital Budget Breakout

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

NONE

None

205,383.00

Form FN (Rev 1/00)

# **Individual State Agency Fiscal Note**

<b>Bill Number:</b> 1141 E S HB	Title: Ag. cannabis workers	Agency: 105-Office of Financial Management
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### **Part I: Estimates**

X 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.

Legislative Contact:	Jarrett Sacks	Phone: 360-786-7448	Date: 03/14/2025
Agency Preparation:	Kathy Cody	Phone: (360) 480-7237	Date: 03/18/2025
Agency Approval:	Jamie Langford	Phone: 360-902-0422	Date: 03/18/2025
OFM Review:	Val Terre	Phone: (360) 280-3073	Date: 03/19/2025

# 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.

The bill places certain cannabis agricultural workers under the jurisdiction of the Public Employment Relations Commission for purposes of collective bargaining. There is no fiscal impact to OFM.

### 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.

### 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

# 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:	1141 E S HB	Title:	Ag. cannabis workers	Agency: 275-Public Employment Relations Commission
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### Part I: Estimates

No Fiscal Impact

**Estimated Cash Receipts to:** 

NONE

#### **Estimated Operating Expenditures from:**

		FY 2026	FY 2027	2025-27	2027-29	2029-31
FTE Staff Years		0.6	0.6	0.6	0.6	0.6
Account						
General Fund-State	001-1	118,640	98,640	217,280	197,280	197,280
	Total \$	118,640	98,640	217,280	197,280	197,280

#### **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:

X 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:	Jarrett Sacks	Phone: 360-786-7448	Date: 03/14/2025
Agency Preparation:	Dario de la Rosa	Phone: 360-570-7328	Date: 03/24/2025
Agency Approval:	Dario de la Rosa	Phone: 360-570-7328	Date: 03/24/2025
OFM Review:	Val Terre	Phone: (360) 280-3073	Date: 03/31/2025

# 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.

The Washington State Uniform Controlled Substances Act, chapter 69.50 RCW, allows for the production and processing of cannabis products within the state of Washington. Employees at cannabis facilities are agricultural employees and are precluded from exercising collective bargaining rights under the National Labor Relations Act. Currently, there are 155 licensed producers and processors of cannabis products in the state of Washington.

Engrossed Substitute House Bill 1141 grants collective bargaining rights to certain employees working for licensed cannabis producers and processors. The Public Employment Relations Commission (PERC) is responsible for administering the collective bargaining rights for cannabis agricultural workers.

To be eligible to exercise collective bargaining rights, the employee must be responsible for cultivating, growing, harvesting, or producing cannabis, including defoliating, drying, bucking, precuring, curing, drying, trimming, sorting, and loading, if performed on a farm.

Section 1 of the bill defines which kinds of cannabis producers and processors are subject to HB 1141 and the kinds of cannabis agricultural workers that are eligible to exercise collective bargaining.

Sections 3 through 6 provide that PERC shall decide all questions concerning representation for cannabis agricultural workers and establish election procedures. An employee organization shall only be certified if it receives the votes of a majority of employees in the petitioned-for bargaining unit through a secret ballot election or card check. Section 5 also provides that a certified bargaining representative shall represent all employees within the bargaining unit regardless of payment status.

Section 9 of the bill provides a method by which employees can have dues deducted from their paycheck that is consistent with other collective bargaining statutes in Washington State.

Sections 10 and 12 of the bill provide for binding arbitration to settle and adjust grievances that arise between the parties. The parties may ask PERC to provide a list of arbitrators from PERC's dispute resolution panel.

Sections 14 through 16 set forth unfair labor practice provisions and empower PERC to prevent unfair labor practices.

### 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.

Cannabis agricultural workers are a new group of represented employees who have not previously enjoyed collective bargaining rights. PERC anticipates that its services will be utilized by cannabis agricultural workers starting July 1, 2025. PERC anticipates that all of its services will be utilized by this group of employees at the same rate as other groups of employees in PERC's jurisdiction, including

- representation cases to determine which cannabis agricultural workers are eligible to be included in a bargaining unit;

- mediation cases to assist the parties in resolving mandatory subjects of bargaining;

- unfair labor practice cases to determine if a subject of bargaining is mandatory in nature; and

- training cases to educate cannabis agricultural workers, the unions representing cannabis agricultural worker employees, and cannabis producers and processors about their collective bargaining obligations.

A PERC Labor Relations Adjudicator Mediator 2 (Range 75) typically processes approximately 75 cases per year. PERC anticipates that it will need a .50 Labor Relations Adjudicator Mediator 2 and a .1 Legal Assistant 3 to manage the additional representation workload generated by ESHB 1141 for FY26 and each subsequent fiscal year.

### **Part III: Expenditure Detail**

#### III. A - Operating Budget Expenditures

Account	Account Title	Туре	FY 2026	FY 2027	2025-27	2027-29	2029-31
001-1	General Fund	State	118,640	98,640	217,280	197,280	197,280
		Total \$	118,640	98,640	217,280	197,280	197,280

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

	FY 2026	FY 2027	2025-27	2027-29	2029-31
FTE Staff Years	0.6	0.6	0.6	0.6	0.6
A-Salaries and Wages	72,080	72,080	144,160	144,160	144,160
B-Employee Benefits	21,060	21,060	42,120	42,120	42,120
C-Professional Service Contracts					
E-Goods and Other Services	12,000	2,000	14,000	4,000	4,000
G-Travel	3,500	3,500	7,000	7,000	7,000
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 \$	118,640	98,640	217,280	197,280	197,280

**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 2026	FY 2027	2025-27	2027-29	2029-31
Labor Relations Adjudicator	131,880	0.5	0.5	0.5	0.5	0.5
Mediator 2						
Legal Assistant 3	61,404	0.1	0.1	0.1	0.1	0.1
Total FTEs		0.6	0.6	0.6	0.6	0.6

### 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.