Department of Planning and Budget
2014 Fiscal Impact Statement

1. **Bill Number:** HB 1009

    House of Origin ☐ Introduced ☐ Substitute ☐ Engrossed

    Second House ☐ In Committee ☐ Substitute ☒ Enrolled

2. **Patron:** Byron

3. **Committee:** Passed both houses.

4. **Title:** Alters the structure of the Commonwealth's Workforce Development programs.

5. **Summary:** Alters the Commonwealth's workforce development activities by:
    - Creating a Chief Workforce Development Advisor position, appointed by the Governor, with the responsibilities previously assigned to the Chief Workforce Development Officer;
    - Changing the name of the Virginia Workforce Council to the Virginia Board of Workforce Development; and
    - Requiring the Board to create a military transition assistance committee to focus on transition assistance, better integration of the Veterans Employment Representatives and Disabled Veterans Outreach Program into all Virginia Workforce Centers, and reduction of barriers to training and employment services.

    The enrolled bill also:
    - Decreases the membership of the Board from 31 to 26, specifically, removing the Commissioner of the Virginia Employment Commission, and from the Governor's appointees to the Board, a state director of career and technical education, one elected official, and two nonlegislative citizen members;
    - Adds the Secretary of Veterans Affairs and Homeland Security or his designee to the membership of the Board of Workforce Development;
    - Requires that the Governor's designee for membership to the Board of Workforce Development be selected from among the cabinet level officials appointed to the Board;
    - Provides that the Chief Workforce Development Advisor serve as lead staff to the Board of Workforce Development and that the Office of the Chancellor of the Community College System enter into an agreement with the Offices of the Secretaries of Commerce and Trade and of Education to provide support staff for the Board, and also notes that all other executive agencies may be requested to provide support to the Board; and
    - Creates an Advanced Manufacturing Advisory Council, comprised of eight members, to advise the Governor, General Assembly, and the Board of Workforce Development, and to coordinate services, resources, and requests among agencies and institutions of higher education involved or requesting to be involved in the delivery of education and training to Virginians in the area of advanced manufacturing workforce training.

6. **Budget Amendment Necessary**: No.

7. **Fiscal Impact Estimates:** Final. Indeterminate - see item 8.

8. **Fiscal Implications:** The legislation requires the Virginia Community College System (VCCS) to (i) provide staff support to accomplish the federally mandated requirements of the Workforce Investment Act, and to (ii) enter into memorandum of agreement with the Offices of the Secretary of Commerce and Trade and the Secretary of Education to provide support staff to accomplish "other duties and functions of the Board." Some costs are likely to result from the provision of staffing services to the Board. It is impossible to determine the cost of these staffing support services at this time.

   The legislation also creates an Advanced Manufacturing Advisory Council but does not address the provision of staff for the council or funding for meeting expenses. However, there are likely to be costs associated with staffing and meeting expenses for the council. The amount of these costs is indeterminate at this time.

9. **Specific Agency or Political Subdivisions Affected:** Virginia Workforce Council; Virginia Community College System; Office of the Secretary of Commerce and Trade; Office of the Secretary of Finance; State Council of Higher Education for Virginia.

10. **Technical Amendment Necessary:** Yes – line 24: Insert "~~Officer~~" after "Development." Change "Advisor" to "*Advisor.*" (Existing code reads "Responsibilities of the Chief Workforce Development Officer.")

11. **Other Comments:** None.