

**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: General Laws and Technology

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

5. Summary: Creates a Chief Workforce Development Advisor, appointed by the Governor, to have the responsibilities previously assigned to the Chief Workforce Development Officer. Changes the name of the Virginia Workforce Council to the Virginia Board of Workforce Development and provides that its lead staff shall be provided by the Chief Workforce Development Advisor. Also provides that the Virginia Community College System and the Office of the Secretary of Commerce and Trade provide support staff to the Board. The bill increases the membership of the Board by adding the Secretary of Veterans Affairs and Homeland Security and one additional nonlegislative citizen member.

The bill also requires 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.

6. Budget Amendment Necessary: No.

7. Fiscal Impact Estimates: Indeterminate. See item 8 below.

8. Fiscal Implications: The legislation provides for support staff for the Board of Workforce Development to be provided by (i) the Virginia Community College System (VCCS), to support the accomplishments of the federally mandated requirements of the Workforce Investment Act, and (ii) Office of the Secretary of Commerce and Trade, through memorandum of agreement with VCCS, to provide support staff to accomplish "other duties and functions of the Board." The bill provides that the memorandum of agreement between VCCS and the Office of the Secretary of Commerce and Trade should address the reimbursement by the Board of the reasonable costs of such staffing services. It is impossible to determine the cost of these staffing support services 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: No.

11. Other Comments: Line 211 directs the Chancellor of the Virginia Community College System to enter into a memorandum of agreement with the Office of the Secretary of Commerce and Trade regarding providing support staff for the Board of Workforce Development. However, because the Board of Workforce Development is required to reimburse these entities for such support services (lines 214-5), it is recommended the Board of Workforce Development should be included in the memorandum of understanding in Line 211.

Date: 02/19/14 cmk
Document: G:\HB1009H2.docx
C: Secretary of Education