

Individual State Agency Fiscal Note

Bill Number: 1158 HB	Title: Animal massage practitioner	Agency: 303-Department of Health
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Part I: Estimates

☐ No Fiscal Impact

Estimated Cash Receipts to:

FUND	FY 2008	FY 2009	2007-09	2009-11	2011-13
Health Professions Account-State 02G-1		61,600	61,600	123,200	123,200
Total \$		61,600	61,600	123,200	123,200

Estimated Expenditures from:

	FY 2008	FY 2009	2007-09	2009-11	2011-13
FTE Staff Years	0.6	0.7	0.6	0.4	0.4
Fund					
Health Professions Account-State 02G-1	70,000	72,000	142,000	84,000	82,000
Total \$	70,000	72,000	142,000	84,000	82,000

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:	Phone:	Date: 01/23/2007
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Part II: Narrative Explanation

II. A - Brief Description Of What The Measure Does That Has Fiscal Impact

Briefly describe, by section number, the significant provisions of the bill, and any related workload or policy assumptions, that have revenue or expenditure impact on the responding agency.

Sections 1-10 of this bill requires the Department of Health (DOH) to create a newly regulated health profession relating to the certification of animal massage therapists which will require new rules, new forms, and new fees. This new profession will be governed by the uniform disciplinary act. It adds a definition of “certified animal massage therapist” and the services an individual may provide. It also lists the exemption for those who perform animal massage in compliance with the veterinary law and the massage therapy law.

II. B - Cash receipts Impact

Briefly describe and quantify the cash receipts impact of the legislation on the responding agency, identifying the cash receipts provisions by section number and when appropriate the detail of the revenue sources. Briefly describe the factual basis of the assumptions and the method by which the cash receipts impact is derived. Explain how workload assumptions translate into estimates. Distinguish between one time and ongoing functions.

DOH, Division of Health Systems Quality Assurance (HSQA):

Sections 6, 8, & 9: Revenue will be generated from fees collected to offset expenditures for this new program. HSQA, Office of Health Professions Quality Assurance (HPQA) estimates that 1,000 initial applications will be received in FY 2009, which is based on discussions with animal massage schools and representatives of licensees. For fiscal note purposes, HPQA is estimating that the number of licensees will increase by 250 licensees each year and remain constant at 1,500 starting in FY 2012.

There is no effective date written on the bill, so for fiscal note purposes it is assumed that rules will be developed in FY 2008 and fees will be in place starting in FY 2009.

II. C - Expenditures

Briefly describe the agency expenditures necessary to implement this legislation (or savings resulting from this legislation), identifying by section number the provisions of the legislation that result in the expenditures (or savings). Briefly describe the factual basis of the assumptions and the method by which the expenditure impact is derived. Explain how workload assumptions translate into cost estimates. Distinguish between one time and ongoing functions.

Assumptions: This bill does not identify an implementation date; therefore HPQA is assuming a starting date of July 1, 2007. During the first year of implementation, rules for certification will need to be developed as well as the application for the animal massage registration. Beginning in FY 2009, HPQA is assuming 1,000 initial applications and an additional 250 licensees each year and remain constant at 1,500 starting in FY 2012. HPQA will use the current national exam procedure for meeting the educational requirement for certification. The cost associated with the exam will be paid by the applicant directly to the exam company and will not be factored in as part of the license fee.

Sections 6, 7 & 9: In FY 2008 there will be one-time costs for rulemaking. Three stakeholder meetings will be held in Tumwater, Spokane, and Kent relating to this new certification. It is assumed that the Massage Board will be involved in rule development given their familiarity with the practice of massage therapy. Costs will include staff and associated costs, board member time, Office of Attorney General (OAG) time, travel, airfare, printing and postage. Staff includes 0.05 FTE Executive Director (WMS3), 0.06 FTE Health Services Consultant 4, 0.10 FTE Health Services Consultant 3, 0.15 FTE Health Services Consultant 1, 0.10 FTE Office Assistant 3 and 0.10 Board Member time.

Sections 1-10: There will be one-time startup costs in FY 2009 to draft and distribute new applications to all parties interested in Animal Massage. There will be costs associated with adding the new profession to the HPQA licensing system. This will require staff and associated costs, printing and postage. Staff includes 0.05 FTE Health Services Consultant 3, 0.05 FTE Health Services Consultant 1, and 0.05 FTE Information Technology Specialist 4.

HPQA has spoken with animal massage schools and representatives of licensees to develop an estimate of potential applicants and expects to receive 1,000 initial applications in FY 2009. HPQA is estimating that 30 of these applications will result in positive background checks, which requires investigation. This is based on past experience with other new

professions. One-time costs in FY 2009 related to this work will require staff and associated costs, travel, printing and postage. Staff includes 0.05 FTE Health Services Consultant 3, 0.05 FTE Health Services Consultant 1, 0.29 FTE Office Assistant 3, 0.05 Secretary Senior, 0.06 FTE Health Care Investigator 2, and 0.02 FTE Hearings Examiner 3.

HPQA is estimating there will be 250 additional new applications in both FY 2010 and FY 2011. It is assumed that it will take two additional years for the public to become fully aware of this profession, therefore HPQA is estimating the number of new applicants in FY 2010 and FY 2011 to be higher than normal for a profession of this size. For fiscal note purposes HPQA assumes the total number of licensees to level off at 1,500 by FY 2012.

Starting in FY 2010 there will be ongoing costs to process all new and renewal applications which will require staff and associated costs, printing and postage. Staff includes 0.05 FTE Health Services Consultant 3, 0.07 FTE Health Services Consultant 1, 0.15 Office Assistant 3 and 0.02 FTE Secretary Senior.

HPQA is estimating 15 complaints per year involving animal massage practitioners and that five (5) of these complaints will result in charges. This is based on past experience with other professions. Ongoing disciplinary costs, starting in FY 2009, will require staff and associated costs and OAG time. Staff includes 0.08 FTE Health Care Investigator 2 and a 0.05 FTE Hearings Examiner 3.

Part III: Expenditure Detail

III. A - Expenditures by Object Or Purpose

	FY 2008	FY 2009	2007-09	2009-11	2011-13
FTE Staff Years	0.6	0.7	0.6	0.4	0.4
A-Salaries & Wages	23,000	28,000	51,000	38,000	37,000
B-Employee Benefits	6,000	7,000	13,000	10,000	9,000
C-Personal Serv Contr					
E-Goods and Services	29,000	26,000	55,000	34,000	34,000
G-Travel	4,000		4,000		
J-Capital Outlays	7,000	10,000	17,000		
M-Inter Agency Fund Transfers					
N-Grants, Benefits Services					
P-Debt Service					
S-Interagency Reimbursement					
T-Intra-Agency Reimbursement	1,000	1,000	2,000	2,000	2,000
Total:	\$70,000	\$72,000	\$142,000	\$84,000	\$82,000

III. B - 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 2008	FY 2009	2007-09	2009-11	2011-13
Board Member	13,000	0.1		0.1		
Executive Director (WMS3)	78,000	0.1		0.0		
Hearings Examiner 3	67,920		0.0	0.0	0.1	0.1
Hlth Care Investigator 2	53,052		0.1	0.0	0.1	0.1
Hlth Services Consultant 1	40,452	0.2	0.1	0.1	0.1	0.1
Hlth Services Consultant 3	55,716	0.1	0.1	0.1	0.1	0.1
Hlth Services Consultant 4	61,500	0.1		0.0		
Info Technology Specialist 4	60,036		0.1	0.0		
Office Assistant 3	31,056	0.1	0.3	0.2	0.2	0.2
Secretary Senior	32,544		0.1	0.0	0.0	0.0
Total FTE's		0.6	0.7	0.6	0.4	0.4

III. C - Expenditures By Program (optional)

Program	FY 2008	FY 2009	2007-09	2009-11	2011-13
Hlth Systems Quality Assurance (060)	62,000	64,000	126,000	74,000	74,000
Administration (090)	8,000	8,000	16,000	10,000	10,000
Total \$	70,000	72,000	142,000	84,000	84,000

Part IV: Capital Budget Impact

Part V: New Rule Making Required

Identify provisions of the measure that require the agency to adopt new administrative rules or repeal/revise existing rules.

Sections 6, 7 & 9: Rulemaking will be required to establish animal massage as a newly regulated health profession.