

Multiple Agency Fiscal Note Summary

Bill Number: 6803 SB	Title: Child support obligations
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Estimated Cash Receipts

Agency Name	2007-09		2009-11		2011-13	
	GF- State	Total	GF- State	Total	GF- State	Total
Office of Administrative Hearings	0	144,812	0	289,624	0	289,624
Total \$	0	144,812	0	289,624	0	289,624

Local Gov. Courts *						
Local Gov. Other **						
Local Gov. Total						

Estimated Expenditures

Agency Name	2007-09			2009-11			2011-13		
	FTEs	GF-State	Total	FTEs	GF-State	Total	FTEs	GF-State	Total
Office of Administrative Hearings	.5	0	144,812	1.0	0	289,624	1.0	0	289,624
Department of Licensing	.5	0	92,019	1.1	0	134,009	1.1	0	136,446
Department of Social and Health Services	Fiscal note not available								
Total	1.0	\$0	\$236,831	2.1	\$0	\$423,633	2.1	\$0	\$426,070

Local Gov. Courts *									
Local Gov. Other **									
Local Gov. Total									

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Prepared by: Garry Austin, OFM	Phone: 360-902-0564	Date Published: Preliminary 2/ 7/2008
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* See Office of the Administrator for the Courts judicial fiscal note

** See local government fiscal note

FNPID: 19592

Individual State Agency Fiscal Note

Bill Number: 6803 SB	Title: Child support obligations	Agency: 110-Office of Administrative Hearings
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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
Administrative Hearings Revolving Account-State 484-1		144,812	144,812	289,624	289,624
Total \$		144,812	144,812	289,624	289,624

Estimated Expenditures from:

	FY 2008	FY 2009	2007-09	2009-11	2011-13
FTE Staff Years	0.0	1.0	0.5	1.0	1.0
Fund					
Administrative Hearings Revolving Account-State 484-1	0	144,812	144,812	289,624	289,624
Total \$	0	144,812	144,812	289,624	289,624

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: Paula Moore	Phone: (360) 786-7449	Date: 01/24/2008
Agency Preparation: Jane Habegger	Phone: 360-753-4625	Date: 01/30/2008
Agency Approval: Les Myhre	Phone: 360-586-4949	Date: 01/31/2008
OFM Review: John Shepherd	Phone: 360-902-0538	Date: 02/04/2008

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.

Under current law, if a noncustodial parent is 6 months in arrears in paying a child support obligation, the Department of Social and Health Services (DSHS) Division of Child Support (DCS) may certify such to the Department of Licensing and request that a Driver's License and any other license issued by the state to the noncustodial parent be suspended.

This bill amends RCW 74.20A.320 to provide that the Department of Licensing will issue a restricted Driver's License for not less than 90 days, which may be used for certain purposes delineated in the bill, such as to drive to and from work, to a person who is subject to a license suspension due to delinquent child support payments. An obligor who is unable to reach an agreement with the DCS to have his or her license returned, may ask for an administrative hearing before an Administrative Law Judge.

Administrative Law Judges employed by the Office of Administrative Hearings (OAH) conduct these hearings.

Under current law, the OAH received an average of approximately 550 hearing requests per year in the past 3 fiscal years from persons who were notified by the DCS that they intended to seek a suspension of their Driver's License and other state issued licenses.

If the Office of Administrative Hearings assumes that we would receive a comparable number of appeals from this legislation, this bill would generate an additional 550 appeals per year. Of these, roughly one half go forward to a full hearing. The OAH estimates that these hearings will take an average of 4 hours of ALJ time and 1 hour of support staff time.

The estimated time to process the roughly one half of these appeals which are filed with the OAH but do not go forward to a full hearing, is one hour of support staff time and one quarter hour of ALJ time to process the appeal.

The time estimated for the hearing includes a small amount of preparation time, time to conduct the hearing, and time to draft an order for the Administrative Law Judge. It also includes support staff time to process the appeal including scheduling the hearings, assisting with the word processing of the orders, copying and mailing the orders.

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.

OAH will bill the Department of Social & Health Services on an hourly basis for hearings conducted for this legislation. Billing rates for FY 09 and beyond are \$98 per hour for ALJ time and \$55 per hour for support staff time.

We have estimated there will be 275 hearings per year and 275 appeals that will not go to hearings.

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.

Expenditures are calculated to match estimates of revenue in the Administrative Hearings Revolving Fund as discussed in Part II.B. Expenditures are based on 4 hours of ALJ time and 1 hour of support staff time per appeal and then multiplied by the hourly billing rates to get the estimated cost per appeal. This would be 1,100 ALJ hours x \$98 plus 275 support staff hours x \$55 = \$122,925 per year.

The cost per appeals that are filed but do not go to hearings are .25 hour for ALJ time and 1 hour for support staff time. This calculation would be 69.00 ALJ hours x \$98 plus 275 support staff hours x \$55 = \$21,887 per year.

The total expenditures are calculated by multiplying the cost per appeal times the anticipated number of appeals plus the cost of the appeals that do not go to hearings.

Part III: Expenditure Detail

III. A - Expenditures by Object Or Purpose

	FY 2008	FY 2009	2007-09	2009-11	2011-13
FTE Staff Years		1.0	0.5	1.0	1.0
A-Salaries and Wages		70,093	70,093	140,186	140,186
B-Employee Benefits		18,224	18,224	36,448	36,448
C-Personal Service Contracts					
E-Goods and Services		55,800	55,800	111,600	111,600
G-Travel		695	695	1,390	1,390
J-Capital Outlays					
M-Inter Agency/Fund Transfers					
N-Grants, Benefits & Client Services					
P-Debt Service					
S-Interagency Reimbursements					
T-Intra-Agency Reimbursements					
Total:	\$0	\$144,812	\$144,812	\$289,624	\$289,624

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
Administrative Law Judge	82,728		0.7	0.3	0.7	0.7
Legal Secretary 3	45,828		0.3	0.2	0.3	0.3
Total FTE's			1.0	0.5	1.0	1.0

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.

Individual State Agency Fiscal Note

Bill Number: 6803 SB	Title: Child support obligations	Agency: 240-Department of Licensing
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Part I: Estimates

☐ No Fiscal Impact

Estimated Cash Receipts to:

FUND					
Total \$					

Estimated Expenditures from:

	FY 2008	FY 2009	2007-09	2009-11	2011-13
FTE Staff Years	0.0	1.1	0.5	1.1	1.1
Fund					
Highway Safety Account-State 106-1	15,660	76,359	92,019	134,009	136,446
Total \$	15,660	76,359	92,019	134,009	136,446

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: Paula Moore	Phone: (360) 786-7449	Date: 01/24/2008
Agency Preparation: Don Arlow	Phone: (360) 902-3736	Date: 01/25/2008
Agency Approval: Sam Knutson	Phone: 360-902-3644	Date: 01/29/2008
OFM Review: Garry Austin	Phone: 360-902-0564	Date: 01/29/2008

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.

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.

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.

Part III: Expenditure Detail

III. A - Expenditures by Object Or Purpose

	FY 2008	FY 2009	2007-09	2009-11	2011-13
FTE Staff Years		1.1	0.5	1.1	1.1
A-Salaries & Wages		42,051	42,051	83,823	85,099
B-Employee Benefits		15,251	15,251	30,337	30,958
C-Personal Serv Contr					
E-Goods and Services	15,660	10,583	26,243	18,279	18,387
G-Travel					
J-Capital Outlays		8,474	8,474	1,570	2,002
M-Inter Agency Fund Transfers					
N-Grants, Benefits Services					
P-Debt Service					
S-Interagency Reimbursement					
T-Intra-Agency Reimbursement					
Total:	\$15,660	\$76,359	\$92,019	\$134,009	\$136,446

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
Customer Srv Spec 2	36,036		1.1	0.5	1.1	1.1
Total FTE's			1.1	0.5	1.1	1.1

III. C - Expenditures By Program (optional)

Program	FY 2008	FY 2009	2007-09	2009-11	2011-13
Mgmt & Support Services (100)		31,427	31,427	61,734	61,859
Information Services (200)	15,660	3,833	19,493	6,079	6,602
Vehicle Services (300)					
Driver Services (600)		41,099	41,099	66,196	67,985
Business and Professions (700)					
Total \$	15,660	76,359	92,019	134,009	136,446

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.

Part II: Explanation

II. A – Brief Description of What the Measure Does that Has Fiscal Impact

Section 1 (2) amends RCW 74.20 to require the department to issue a restricted license to a parent that is not in compliance with a child support order. The license will be valid for 90 days although it can be extended. It will allow the parent to drive to and from their place of employment, perform duties in the course of their employment and drive during any time they have custody of their child.

<u>Workload Indicator</u>	<u>FY 08</u>	<u>FY 09</u>	<u>07-09 Total</u>	<u>09-11 Total</u>	<u>11-13 Total</u>
Child support suspensions		16,255	16,255	33,242	34,178
Restricted Child Support License		1,625	1,625	3,324	3,418

II. B – Cash Receipt Impact

None

II. C – Expenditures

Under current law the department processes approximately 16,000 child support-related license suspensions per year. Based on experience with temporary restricted licenses we assume that ten percent of the individuals eligible for a restricted license under the provisions of this bill will apply for one. A customer services specialist 2 can process an application in 30 minutes. 0.6 customer service specialist 2 FTE will be required to manage this new workload.

In order to meet an effective date 90 days after session the department will utilize one month of contract programmer time at \$15,660 per month to make necessary systems modifications.

Part III: Expenditure Detail

III. A – Expenditures by Object or Purpose

	<u>FY 08</u>	<u>FY 09</u>	<u>07-09 Total</u>	<u>09-11 Total</u>	<u>11-13 Total</u>
FTE Staff Years		1.1	0.6	1.1	1.1
Salaries and Wages		42,051	42,051	83,823	85,099
Employee Benefits		15,251	15,251	30,337	30,958
Goods and Services	15,660	10,583	26,243	18,279	18,387
Equipment		8,474	8,474	1,570	2,002
Other					
Total	15,660	76,359	92,019	134,009	136,446

III. A (1) – Detail of Expenditures by Sub-Object for Goods & Services

Object E Breakdown:	FY 08	FY 09	07-09 Total	09-11 Total	11-13 Total
EA Office Supplies		837	837	1,694	1,720
EB Phone/Install/Usage		2,365	2,365	1,920	1,920
ED Facility/Lease Costs		5,822	5,822	11,781	11,957
EG Training		271	271	548	556
EN Personnel Services		273	273	552	560
ER DP Cont Programmers	15,660		15,660		
EZ Other Goods & Svcs		1,015	1,015	1,784	1,674
Total Goods & Svcs	15,660	10,583	26,243	18,279	18,387

III. A (2) – Detail of Expenditures by Fund

Additional information about assumptions and impacts is available directly from the Department of Licensing at 902-3644.

III. B – FTE Detail**EXPENDITURE DETAIL – STAFF**

Job Classification	Salary	FY 08	FY 09	07-09 Total	09-11 Total	11-13 Total
Customer Srv Spec 2	36,036		0.6	0.3	0.6	0.6
Total FTEs		0.0	0.6	0.3	0.6	0.6

III. B – Expenditures by Program (optional)

Program	FY 08	FY 09	07-09 Total	09-11 Total	11-13 Total
100 - Mgmt & Support Services		31,427	31,427	61,734	61,859
200 - Information Services	15,660	3,833	19,493	6,079	6,602
300 - Vehicle Services					
600 - Driver Services		41,099	41,099	66,196	67,985
700 - Business & Professions					
<i>Total</i>	15,660	76,359	92,019	134,009	136,446

Part IV: Capital Budget Impact

None

Part V: New Rule Making Required

None