

# Multiple Agency Fiscal Note Summary

<b>Bill Number:</b> 2065 HB	<b>Title:</b> Health care access and edu
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## Estimated Cash Receipts

Agency Name	2015-17		2017-19		2019-21	
	GF- State	Total	GF- State	Total	GF- State	Total
Student Achievement Council	0	8,000,000	0	0	0	0
University of Washington	Non-zero but indeterminate cost and/or savings. Please see discussion.					
Washington State University	Non-zero but indeterminate cost and/or savings. Please see discussion.					
<b>Total \$</b>	<b>0</b>	<b>8,000,000</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>

## Estimated Expenditures

Agency Name	2015-17			2017-19			2019-21		
	FTEs	GF-State	Total	FTEs	GF-State	Total	FTEs	GF-State	Total
Student Achievement Council	.0	8,000,000	8,000,000	.0	0	0	.0	0	0
University of Washington	32.9	12,350,861	12,350,861	47.9	20,850,346	20,850,346	54.4	25,303,660	25,303,660
Washington State University	.0	0	0	.0	0	0	.0	0	0
<b>Total</b>	<b>32.9</b>	<b>\$20,350,861</b>	<b>\$20,350,861</b>	<b>47.9</b>	<b>\$20,850,346</b>	<b>\$20,850,346</b>	<b>54.4</b>	<b>\$25,303,660</b>	<b>\$25,303,660</b>

## Estimated Capital Budget Impact

NONE

<b>Prepared by:</b> Cherie Berthon, OFM	<b>Phone:</b> 360-902-0659	<b>Date Published:</b> Final 2/23/2015
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\* See Office of the Administrator for the Courts judicial fiscal note

\*\* See local government fiscal note

ENPID: 40107

FNS029 Multi Agency rollup

# Individual State Agency Fiscal Note

<b>Bill Number:</b> 2065 HB	<b>Title:</b> Health care access and edu	<b>Agency:</b> 340-Student Achievement Council
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## Part I: Estimates

☐ No Fiscal Impact

### Estimated Cash Receipts to:

ACCOUNT	FY 2016	FY 2017	2015-17	2017-19	2019-21
Health Professionals Loan Repayment and Scholarship Program Account-Non-Appropriated 747-6	4,000,000	4,000,000	8,000,000		
<b>Total \$</b>	4,000,000	4,000,000	8,000,000		

### Estimated Expenditures from:

	FY 2016	FY 2017	2015-17	2017-19	2019-21
<b>Account</b>					
General Fund-State 001-1	4,000,000	4,000,000	8,000,000	0	0
<b>Total \$</b>	4,000,000	4,000,000	8,000,000	0	0

### 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:	Phone:	Date: 02/16/2015
Agency Preparation: Becky Thompson	Phone: 360-753-7840	Date: 02/19/2015
Agency Approval: Rachelle Sharpe	Phone: 360-753-7872	Date: 02/19/2015
OFM Review: Cherie Berthon	Phone: 360-902-0659	Date: 02/20/2015

## 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.*

Section 8 in HB 2065 would restore funding to the health professional loan repayment and scholarship program fund in the sum of four million dollars for the fiscal year ending Jun 30, 2016, and four million dollars for the fiscal year ending June 30, 2017.

The funds will be deposited into the health professional loan repayment and scholarship program fund and then expended in health professional loan repayment and scholarship program awards.

### 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.*

Section 8 in HB 2065 would appropriate \$4 million in FY 16 and \$4 million in FY 17 into fund 747/Health Professional Loan Repayment and Scholarship Program Account.

The Health Professional Loan Repayment & Scholarship program (HPLRS) is currently suspended; however, state appropriations are provided in the current biennium to match \$525,000 in federal funds awarded for the State Loan Repayment Program (CFDA 93.165), which has a similar objective to the HPLRS program. We assume that enactment of this bill would lift the current suspension of the HPLRS program.

Future cash receipts could include repayment revenue if recipients breached their contracts by not fulfilling their service obligation.

### 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.*

Currently the Washington Student Achievement Council (WSAC) administers a similar federal health professional loan repayment program, for which there is a state match. WSAC would monitor and administer this restored funding as a stand-alone program, in partnership with the Department of Health and the advisory committee.

There would be no additional impact to general fund state, as WSAC has authority to charge administrative costs to fund 747.

### Part III: Expenditure Detail

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

	FY 2016	FY 2017	2015-17	2017-19	2019-21
FTE Staff Years					
A-Salaries and Wages					
B-Employee Benefits					
C-Professional Service Contracts					
E-Goods and Other Services					
G-Travel					
J-Capital Outlays					
M-Inter Agency/Fund Transfers	4,000,000	4,000,000	8,000,000		
N-Grants, Benefits & Client Services					
P-Debt Service					
S-Interagency Reimbursements					
T-Intra-Agency Reimbursements					
9-					
<b>Total:</b>	\$4,000,000	\$4,000,000	\$8,000,000	\$0	\$0

#### III. C - Expenditures By Program (optional)

Program	FY 2016	FY 2017	2015-17	2017-19	2019-21
Financial Aid & Grant Programs (030)	4,000,000	4,000,000	8,000,000		
<b>Total \$</b>	4,000,000	4,000,000	8,000,000		

### Part IV: Capital Budget Impact

NONE

None.

### 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.*

None.

# Individual State Agency Fiscal Note

<b>Bill Number:</b> 2065 HB	<b>Title:</b> Health care access and edu	<b>Agency:</b> 360-University of Washington
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## Part I: Estimates

☐ No Fiscal Impact

### Estimated Cash Receipts to:

Non-zero but indeterminate cost. Please see discussion.

### Estimated Expenditures from:

	FY 2016	FY 2017	2015-17	2017-19	2019-21
FTE Staff Years	28.1	37.8	32.9	47.9	54.4
<b>Account</b>					
General Fund-State 001-1	5,048,981	7,301,880	12,350,861	20,850,346	25,303,660
<b>Total \$</b>	5,048,981	7,301,880	12,350,861	20,850,346	25,303,660

### 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:	Phone:	Date: 02/16/2015
Agency Preparation: Becka Johnson Poppe	Phone: 206-616-7203	Date: 02/19/2015
Agency Approval: Becka Johnson Poppe	Phone: 206-616-7203	Date: 02/19/2015
OFM Review: Cherie Berthon	Phone: 360-902-0659	Date: 02/23/2015

## 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.*

The sections of the bill that could have a fiscal impact on the UW are as follows:

- Sec 3: States that if the legislature authorizes WSU to establish a separately accredited medical school, all state operating funds and capital space facilities provided to WSU (as of June 30, 2015) for the operations of UWSOM Spokane must be transferred to the UW by July 1, 2015, for current and ongoing operations and student support services of WWAMI.
- Sec 4: Directs the UW to increase the number of UW School of Medicine (UWSOM) Spokane students from 40 to 120 by FY22, and directs the UW to increase the number of dental students at its dental program in Spokane from 8 to 30 by FY20 (both are subject to available funding). Sec 4 also states that classroom and lab space must be provided on the Riverpoint campus to support these efforts.
- Sec 5: Subject to available state funding, the medical education system is directed to allocate funds to new or expanded residency programs.
- Sec 6: Creates a family practice education advisory board.

Please note, we assume the "dental program in Spokane" (described in Sec 4) refers to the Regional Initiatives in Dental Education (RIDE) program of the UW School of Dentistry (UWSOD), which was launched in 2008 in partnership with Eastern Washington University (EWU) and in conjunction with the UWSOM in Spokane.

### 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.*

SEC 3: IF THE LEGISLATURE AUTHORIZES WSU TO ESTABLISH A SEPARATELY ACCREDITED MEDICAL SCHOOL, ALL STATE OPERATING FUNDS AND CAPITAL FACILITIES PROVIDED TO WSU FOR WWAMI OPERATIONS MUST BE TRANSFERRED TO THE UW.

The impact of Sec 3 is indeterminate as it is unknown whether the legislature will choose to authorize WSU to establish a separately accredited medical school. At present, \$5.94 million in appropriated state funding for the University of Washington (UW) School of Medicine's WWAMI program is held by Washington State University (WSU) to support classroom teaching for current students in their first and second years of medical school.

If the legislature authorizes WSU to establish a separately accredited medical school, we assume all \$5.94 million in state funds would be transferred to the UW to continue the WWAMI program and/or to partner with other eastern Washington higher education institutions to continue educating students in that region for the first and second years of medical school. If this assumption is correct, Sec 3 would likely have a minimal fiscal impact on the UW as the \$5.94 million would continue to support UWSOM Spokane operations.

The \$5.94 million per year in general fund state (GFS) appropriations is the result of the following combination of appropriations, which occurred over several biennia:

1979-1981 Operating Budget (HB 516)

- Annual Amount: \$362,000
- Type/Purpose: General fund appropriation

2007-2009 Operating Budget (SHB 1128)

- Annual Amount: \$1.68 million when expansion fully funded in fiscal year 2012

- Type/Purpose: WWAMI Spokane at Riverpoint Campus  
2011-2013 Operating Budget (2ESHB 1087)
- Annual Amount: \$300,000
- Type/Purpose: Expansion of WWAMI Medical Education in Spokane  
2013-2015 Operating Budget (3ESSB 5034)
- Annual Amount: \$3.60 million
- Type/Purpose: Expansion of WWAMI Medical Education and Biomedical Research in Spokane  
TOTAL = \$5.94 million (NOTE: Total amount not adjusted for inflation or state budget reductions.)

#### SEC 4: DIRECTS THE UW TO INCREASE UWSOM SPOKANE AND RIDE SPOKANE ENROLLMENTS – SUBJECT TO AVAILABLE FUNDING

Assuming UWSOM and RIDE enrollments increase, the UW would receive additional tuition revenue from those students. We've provided scalable estimates of the net tuition revenue (operating and building fees less financial aid) associated with adding 1 UWSOM Spokane student and 1 RIDE student, assuming Fall 2015 tuition rates.

- UWSOM Spokane Net Tuition Revenue: Up through 2014, 40 UW School of Medicine students attended their first year of medical school in Spokane (20) and Pullman (20). The two locations were consolidated in Spokane beginning 2015. Their first year tuition was paid to WSU. In 2014, 20 students attended their second year in Spokane and in 2015, 9 students attended their second year in Spokane, causing their tuition allocation for those students to go to WSU. In 2016, students will spend the first 18 months in Spokane and the UW assumes that, with a new partner institution, the first 18 months of tuition revenue would be retained by the partner institution and the balance of year 2 and all of years 3 and 4 tuition revenue would be retained by the UW. Based on that assumption and assuming Fall 2015 tuition rates, the net tuition fee revenue that would be generated by an additional UWSOM Spokane student (who is in the second half of second year or third or fourth year of study) is approximately \$26,700 per student per year. This number is inclusive of Fall, Winter, and Spring quarters.
- RIDE Net Tuition Revenue: Tuition revenue would be retained by EWU for the first and second year dental students; the UW would retain tuition paid by third and fourth year dental students. Assuming Fall 2015 tuition rates, the net tuition fee revenue that would be generated by an additional RIDE student (who is in their third or fourth year of study) is approximately \$19,700 per student per year.

#### SEC 5: SUBJECT TO AVAILABLE STATE FUNDING, THE MEDICAL EDUCATION SYSTEM IS DIRECTED TO ALLOCATE FUNDS TO NEW OR EXPANDED RESIDENCY PROGRAMS.

The fiscal impact of Sec 5 is indeterminate as it will depend on how much funding is appropriated for these efforts. Funding for the Family Medicine Residency Network is currently appropriated to the UW School of Medicine through three different legislative sources: SB 2619 (1978), SB 5304 (1993) and EHB 2459 (2004). The School of Medicine receives a total of \$7,371,636 for the Network. It employs 2.3 FTE in faculty (full-time salary of approx. \$122,300, benefit load rate of 22.7%) and 5.1 FTE in staff (full-time salary of approx. \$70,500, benefit load rate of 27.7%) at a cost of approximately \$840,072 total (which is just over 11% of the total funding appropriated to operate the Network), and disburses the remaining \$6,531,564 to the 24 Network programs throughout the state.

#### 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.*

SEC 4(1): DIRECTS THE UW TO INCREASE THE NUMBER OF UWSOM SPOKANE STUDENTS FROM 40 TO 120, BY FY22 – SUBJECT TO AVAILABLE FUNDING.

The UWSom Spokane campus currently provides education to cohorts of 40 medical students. This bill would require that the cohort size triple to 120 medical students by FY22. For this fiscal note, we've assumed that the first incoming cohort of 120 students would occur in FY20, with full expansion (i.e. 120 students in all four cohort years) occurring in FY23. Please see the table below:

Total UWSom Spokane Enrollment -- w/ Full Expansion by FY23:

	FY15	FY16	FY17	FY18	FY19	FY20	FY21	FY22	FY23
1st Year	40	60	60	80	100	120	120	120	120
2nd Year	40	40	60	80	80	100	120	120	120
3rd Year	40	40	40	60	80	80	100	120	120
4th Year	40	40	40	40	60	80	80	100	120
Total	160	180	200	260	320	380	420	460	480

Please note that full costs associated with this expansion are not realized until FY23, when students fully ramp up across all four years of the medical school.

To accommodate this growth up to FY21, the following resources would be needed:

- Salaries and Wages: In FY16, 10.2 new faculty FTE (surgical and non-surgical) will be needed to support UWSom Spokane expansion, increasing to approximately 13.6 faculty FTE in FY19 onward. In addition, support staff time would be needed to accommodate growth. These positions are described in the FTE table. Total salary and wage expenditures to support RIDE expansion begin at approximately \$2.7 million in FY16, and increase to \$3.9 million in FY19 onward.
- Employee Benefits: The average benefits rate across all the positions needed to support UWSom expansion is approximately 24.5%.
- Goods and Services: A variety of goods and services are needed to support "Observed Standardized Clinical Examinations" for additional students, expanded residency preparation, and additional operational resources for the Regional Affairs and Academic Affairs groups.
- Travel: Travel costs are primarily related to clerkship expansion for students and faculty, and (starting in FY17) costs associated with immersion educational experiences for students. Clerkship travel costs include housing, contract travel, student travel, faculty site visits, and startup site visits. These costs begin at \$40K in FY16 (which only includes startup site visits), and increase to \$1.23 million in FY21. Immersion travel costs assume reimbursement for driving from Spokane and housing provided in dorms for the two week period. Immersion costs begin at \$45K in FY17 and increase with additional students to \$182K in FY20 onward.
- Capital Outlays: Office space is needed for approximately 20 FTE in the U-District area as the UWSom lacks space for expansion of the Academic Affairs group. In FY16, there is a total of \$132,000 one-time costs associated with new space, furniture and equipment. In addition, there is a total of \$120,000 in rental/lease costs in each FY.
- Other - Clerkship Site Stipends: Lastly, starting in FY17, additional stipend expenditures at a rate of \$500 per week will be needed to fund third and fourth year students at clerkship sites. Calculations assume there will be approximately 7 students at each site and that each clerkship will last approximately 6 weeks. There will be 6 clerkship at 20 sites in FY17 and 9 clerkships at 93 sites in FY21.

\*\*Please note that a partner university would also incur some costs to support this expansion. These costs are unknown at this time and are not included in our fiscal analysis.



SEC 4(3): DIRECTS THE UW TO INCREASE THE NUMBER OF RIDE SPOKANE STUDENTS FROM 8 TO 30, BY FY20 – SUBJECT TO AVAILABLE FUNDING.

This RIDE expansion proposal would begin with a start-up year in Fall 2015 (FY16) to build infrastructure in Spokane and Seattle to accommodate the increased numbers of students, their second year dental curriculum in Spokane, and capacity for additional community-based rotations with oversight. Additional students would be recruited for RIDE admissions starting in 2015. Beginning in Fall 2016 (FY17), the RIDE cohort would increase from 8 students to 16, ramping up to 24 students in Fall 2017 (FY18) and to 30 RIDE students in 2018 (FY19).

Please note that this fiscal note assumes funding of the UWSOM Spokane expansion, including all biomedical sciences, and EWU operations and capital requests to accommodate the larger cohort and their increased time in Spokane as well as continued funding of the current RIDE infrastructure.

To accommodate this growth up to FY20, the following resources would be needed:

- **Salaries and Wages:** In the 2015-17 biennium, 4.5 additional faculty would be needed at the UWSOD in Seattle to develop and implement the new curriculum in Spokane, assure its compliance with the exacting requirements of the Commission on Dental Accreditation process scheduled for Fall 2016, and prepare for instruction of the larger cohort. The number of faculty needed for RIDE expansion would increase in subsequent years, reaching 12.73 faculty FTE in FY20. In addition, support staff time would be needed to accommodate growth. These positions are described in the FTE table. Total salary and wage expenditures to support RIDE expansion begin at approximately \$777K in FY16, and increase to \$2.9 million in FY21.
- **Employee Benefits:** The average benefits rate across all the positions needed to support RIDE expansion is approximately 27%.
- **Professional Service Contracts:** \$5K would be needed in FY17, and \$48K in FY18 moving forward to provide maintenance, repairs, and insurance for the distance learning program.
- **Goods and Services:** Initial start-up costs (one-time) of \$100K in FY17 reflect the need to expand and upgrade our telecommunications infrastructure to allow additional remote students in Spokane and on rotations at community dental clinics to have access to courses taught in Seattle. In addition, a modest amount of incremental funding would be needed to support ongoing functions and additional resources as the number of students expand (\$55K in FY18 and \$36K in FY19).
- **Travel:** In-state travel is needed to support the Rural/Underserved Opportunities Program (R/UOP), 4th year Extended Community Rotations, and Site & Preceptor Calibration for Continuing Dental Education – the latter of which is required as part of the accreditation process. The funding required for these combined activities is roughly \$25K in FY17, \$130K in FY18, and \$176K for each year thereafter. Included in these funding amounts is a portion of the housing costs for students, mileage reimbursement, and basic travel expenditures for RIDE leadership to conduct routine site check-ins and calibrate curricula.
- **Capital Outlays:** A total of \$400,000 in capital costs for the UW-Seattle campus would be needed in FY17 to upgrade and equip a current UWSOD auditorium. The auditorium would function as a distance learning classroom to accommodate second year dental curriculum for remote students. Current distance learning classrooms are at capacity with first and fourth year curriculum demands. The process would be completed in FY17 and be used for instruction in FY18, when the first cohort of students spend their second year in Spokane. In biennia 2017-19 and 2019-21, capital for remodeling and new equipment (non-capital) is required in the UWSOD teaching clinics to accommodate additional students (\$500K in FY19, \$56K in FY20, and \$12K in FY21).

**\*\*Please note that Eastern Washington University would also incur some costs to support this expansion. Please see their operating budget submission for details.**

## SEC 6: CREATES A FAMILY PRACTICE EDUCATION ADVISORY BOARD

It is estimated that the only fiscal impact to the UW resulting from passage of SB 5680 would be the staff time associated with the UW's membership on the reconstituted Family Practice Education Advisory Board outlined in Sec. 6, and costs resulting from traveling to and from meetings. The State eliminated the board in 2009; however, the UW School of Medicine continued the quarterly meetings and absorbed the associated costs. The total costs for FY 2014 were approximately \$1,600 -- this included expenditures for things like meeting materials and travel. Should this bill pass it is expected that the UW could continue to absorb this cost within existing resources. Any additional staff time associated coordination between the school of medicine and the financial aid office is expected to be minimal and could be absorbed within existing resources.

### Part III: Expenditure Detail

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

	FY 2016	FY 2017	2015-17	2017-19	2019-21
FTE Staff Years	28.1	37.8	32.9	47.9	54.4
A-Salaries and Wages	3,477,150	4,334,000	7,811,150	12,041,500	13,528,000
B-Employee Benefits	872,831	1,099,480	1,972,311	3,088,246	3,478,660
C-Professional Service Contracts		5,000	5,000	96,000	96,000
E-Goods and Other Services	291,000	422,000	713,000	849,000	879,000
G-Travel	156,000	501,400	657,400	1,995,600	3,474,000
J-Capital Outlays	252,000	520,000	772,000	740,000	308,000
M-Inter Agency/Fund Transfers					
N-Grants, Benefits & Client Services					
P-Debt Service					
S-Interagency Reimbursements					
T-Intra-Agency Reimbursements					
9-Clerkship Site Stipends		420,000	420,000	2,040,000	3,540,000
<b>Total:</b>	\$5,048,981	\$7,301,880	\$12,350,861	\$20,850,346	\$25,303,660

**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 2016	FY 2017	2015-17	2017-19	2019-21
RIDE - Administrative Assistant	70,000	0.5	0.5	0.5	0.5	0.5
RIDE - Administrators	80,000	0.2	0.4	0.3	0.6	0.6
RIDE - Assistant to Dean	90,000	0.0	0.1	0.1	0.1	0.1
RIDE - Associate Director	150,000	0.5	0.5	0.5	0.5	0.5
RIDE - Clinic Director	160,000	0.6	0.6	0.6	0.6	0.6
RIDE - Computer Specialist	75,000	0.8	0.8	0.8	0.8	0.8
RIDE - Curriculum Planning Faculty	125,000	0.5	0.5	0.5	0.5	0.5
RIDE - Dental Assistants and Front Desk Staff	48,000		0.5	0.2	1.7	2.9
RIDE - IPE Director	145,000	0.5	0.5	0.5	0.5	0.5
RIDE - Program Manager	120,000	0.5	0.5	0.5	0.3	
RIDE - Program Operations Specialist	80,000	1.3	2.0	1.6	2.0	2.0
RIDE - Recruitment Specialist	120,000	0.5	0.5	0.5	0.5	0.5
RIDE - Teaching Faculty	130,000	1.1	4.5	2.8	9.7	12.7
UWSOM Spokane - Administrative Specialist	75,000	0.5	0.5	0.5	0.5	0.5
UWSOM Spokane - Assistant Registrar Manager	55,000	1.0	1.0	1.0	1.0	1.0
UWSOM Spokane - Basic Science	110,000	0.4	0.4	0.4	0.4	0.4
UWSOM Spokane - Clinical Faculty	200,000	9.3	10.6	9.9	11.6	12.0
UWSOM Spokane - Clinical Faculty	300,000	0.5	0.5	0.5	0.9	1.3
UWSOM Spokane - Clinical Skills Manager	45,000	1.0	1.0	1.0	1.0	1.0
UWSOM Spokane - Counseling Services Coordinator	65,000				0.5	0.5
UWSOM Spokane - Counselor	70,000				0.5	1.0
UWSOM Spokane - Fiscal Staff	40,000		1.0	0.5	1.0	1.0
UWSOM Spokane - Learning Specialist	85,000				0.5	1.0
UWSOM Spokane - Program Coordinators and Managers	50,000	7.5	10.0	8.8	10.8	11.5
UWSOM Spokane - Program Ops	54,000	1.0	1.0	1.0	1.0	1.0
<b>Total FTE's</b>	<b>2,542,000</b>	<b>28.1</b>	<b>37.8</b>	<b>33.0</b>	<b>47.9</b>	<b>54.4</b>

## Part IV: Capital Budget Impact

SEC 3: IF THE LEGISLATURE AUTHORIZES WSU TO ESTABLISH A SEPARATELY ACCREDITED MEDICAL SCHOOL, ALL STATE OPERATING FUNDS AND CAPITAL FACILITIES PROVIDED TO WSU FOR WWAMI OPERATIONS MUST BE TRANSFERRED TO THE UW.

Given plans to expand UWSOM class sizes in Spokane, the UW will need facilities capable of accommodating 80 students per year within the next 4 years and up to 120 students per class in the long term. Thus, in order to maintain current and planned program operations for UWSOM medical students in Spokane, the UW requires continued use of the Riverpoint facilities for a period of 10 years, starting on July 1, 2015 with at least one five-year extension opportunity. The UW assumes this will be permissible given that a portion of the \$46.4 million in capital funds that WSU received from the Legislature to build and expand those facilities was dedicated to WWAMI education.

It is not known what WSU will charge the UW for direct costs related to the portion of facilities used by the UW for the WWAMI program starting on July 1, 2015. If there is a charge by WSU, the UW will require operating funds to pay for that expense. After that period, UW will either require capital funds for a medical school building or operating funds to lease appropriate space to administer the Spokane WWAMI program and to teach first and second year medical students in eastern Washington. The costs to build or lease a new building are unknown.

**\*\*Please note that potential costs associated with Sec 4(2) and 4(4) – which require that classroom and lab space at the Riverpoint campus be provided to support UWSOM Spokane and RIDE expansions – are included in this discussion of capital resources.**

## **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

<b>Bill Number:</b> 2065 HB	<b>Title:</b> Health care access and edu	<b>Agency:</b> 365-Washington State University
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## Part I: Estimates

☐ No Fiscal Impact

### Estimated Cash Receipts to:

Non-zero but indeterminate cost. Please see discussion.

### Estimated 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:	Phone:	Date: 02/16/2015
Agency Preparation: Kelley Westhoff	Phone: 5093350907	Date: 02/19/2015
Agency Approval: Kelley Westhoff	Phone: 5093350907	Date: 02/19/2015
OFM Review: Cherie Berthon	Phone: 360-902-0659	Date: 02/23/2015

## 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.*

Section 3: Subject to legislative authorization of the ability to offer medical education or establish a medical school at WSU, this bill would require WSU to transfer all state operating funds and capital space facilities for the operations of the WWAMI program in Spokane to UW by July 1, 2015.

### 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.*

The ongoing state funding for providing instruction for WWAMI students in the WSU College of Medical Sciences is \$1.9 million. These dollars also support the education of WWAMI students from the University of Idaho on the Pullman campus. Approximately \$2.5 million supports research, training graduate students and postdoctoral fellows, instructing other health sciences students, and will be used to teach medical residents at a teaching health clinic being built at WSU-Spokane, as appropriated.

### 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

NONE

## Part IV: Capital Budget Impact

There are no dedicated capital facilities in Spokane for the operation of the WWAMI program. WSU's recently completed Pharmaceutical and Biomedical Science Building serves the entire health sciences programming in Spokane, which includes in addition to the College of Medical Sciences, the College of Pharmacy, the College of Nursing, the Health Policy Administration program, the Nutrition and Exercise Physiology Program, The Sleep and Performance Research Center, and the Applied Sciences Lab. Eastern Washington University has several programs that are also taught on the campus.

## 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.*