

Multiple Agency Fiscal Note Summary

Bill Number: 1045 HB	Title: Residential services rate
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Estimated Cash Receipts

Agency Name	2021-23			2023-25			2025-27		
	GF-State	NGF-Outlook	Total	GF-State	NGF-Outlook	Total	GF-State	NGF-Outlook	Total
Department of Social and Health Services	0	0	2,133,000	0	0	2,138,000	0	0	2,138,000
Total \$	0	0	2,133,000	0	0	2,138,000	0	0	2,138,000

Estimated Operating Expenditures

Agency Name	2021-23				2023-25				2025-27			
	FTEs	GF-State	NGF-Outlook	Total	FTEs	GF-State	NGF-Outlook	Total	FTEs	GF-State	NGF-Outlook	Total
Department of Social and Health Services	.0	2,193,000	2,193,000	4,326,000	.0	2,188,000	2,188,000	4,326,000	.0	2,188,000	2,188,000	4,326,000
Total \$	0.0	2,193,000	2,193,000	4,326,000	0.0	2,188,000	2,188,000	4,326,000	0.0	2,188,000	2,188,000	4,326,000

Estimated Capital Budget Expenditures

Agency Name	2021-23			2023-25			2025-27		
	FTEs	Bonds	Total	FTEs	Bonds	Total	FTEs	Bonds	Total
Department of Social and Health Services	.0	0	0	.0	0	0	.0	0	0
Total \$	0.0	0	0	0.0	0	0	0.0	0	0

Estimated Capital Budget Breakout

Prepared by: Danielle Cruver, OFM	Phone: (360) 522-3022	Date Published: Final 1/15/2021
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Individual State Agency Fiscal Note

Bill Number: 1045 HB	Title: Residential services rate	Agency: 300-Department of Social and Health Services
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Part I: Estimates

☐ No Fiscal Impact

Estimated Cash Receipts to:

ACCOUNT	FY 2022	FY 2023	2021-23	2023-25	2025-27
General Fund-Federal 001-2	1,064,000	1,069,000	2,133,000	2,138,000	2,138,000
Total \$	1,064,000	1,069,000	2,133,000	2,138,000	2,138,000

Estimated Operating Expenditures from:

	FY 2022	FY 2023	2021-23	2023-25	2025-27
Account					
General Fund-State 001-1	1,099,000	1,094,000	2,193,000	2,188,000	2,188,000
General Fund-Federal 001-2	1,064,000	1,069,000	2,133,000	2,138,000	2,138,000
Total \$	2,163,000	2,163,000	4,326,000	4,326,000	4,326,000

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: Mary Mulholland	Phone: 360-786-7391	Date: 01/11/2021
Agency Preparation: Cliff Hicks	Phone: 360-902-8240	Date: 01/15/2021
Agency Approval: Mickie Coates	Phone: 360-902-8077	Date: 01/15/2021
OFM Review: Danielle Cruver	Phone: (360) 522-3022	Date: 01/15/2021

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 1 - The Department of Social and Health Services (DSHS) must use the King County classification for the purposes of determining the provider rate in Snohomish County for community residential service businesses. Provider rate means the rate for each tier that is specific to county categories.

Section 2 – If specific funding for the purposes of this Act is not provided by June 30, 2021 in the Omnibus Appropriations Act, this Act is null and void.

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.

A portion of the costs incurred to implement this legislation will be funded with federal Title XIX-Grants to States for Medical Assistance funds.

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.

Supported Living/Group Homes

The total number of clients in Supported Living/Group Homes in Snohomish County that will be impacted by the rate change is 354. Under the King County rates, it is estimated that the average daily rate increase will be \$16.04 per client. Total annual increase in costs is estimated at \$2,073,000. (\$16.04 increase x 354 clients x 365 days = \$2,073,000)

Licensed Staff Residential

The total number of clients in Licensed Staff Residential in Snohomish County that will be impacted by the rate change is 20. Under the King County rates, it is estimated that the average daily rate increase will be \$12.32 per client. Total annual increase in costs is estimated at \$90,000. (\$12.32 increase x 20 clients x 365 days = \$90,000)

Total Estimated Annual Increase in Costs for FY2022 assuming a 49.2% GF-Federal match:

Supported Living/Group Homes = \$2,073,000 (\$1,053,000 GF-State)

Licensed Residential = \$90,000 (\$46,000 GF-State)

Total Annual Increase = \$2,163,000 (\$1,099,000 GF-State)

Total Estimated Annual Increase in Costs for FY2023 and beyond assuming a 49.4% GF-Federal match:

Supported Living/Group Homes = \$2,073,000 (\$1,049,000 GF-State)

Licensed Residential = \$90,000 (\$46,000 GF-State)

Total Annual Increase = \$2,163,000 (\$1,094,000 GF-State)

Part III: Expenditure Detail

III. A - Operating Budget Expenditures

Account	Account Title	Type	FY 2022	FY 2023	2021-23	2023-25	2025-27
001-1	General Fund	State	1,099,000	1,094,000	2,193,000	2,188,000	2,188,000
001-2	General Fund	Federal	1,064,000	1,069,000	2,133,000	2,138,000	2,138,000
Total \$			2,163,000	2,163,000	4,326,000	4,326,000	4,326,000

III. B - Expenditures by Object Or Purpose

	FY 2022	FY 2023	2021-23	2023-25	2025-27
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					
N-Grants, Benefits & Client Services	2,163,000	2,163,000	4,326,000	4,326,000	4,326,000
P-Debt Service					
S-Interagency Reimbursements					
T-Intra-Agency Reimbursements					
9-					
Total \$	2,163,000	2,163,000	4,326,000	4,326,000	4,326,000

III. C - Operating FTE Detail: List FTEs by classification and corresponding annual compensation. Totals need to agree with total FTEs in Part I and Part IIIA

NONE

III. D - Expenditures By Program (optional)

Program	FY 2022	FY 2023	2021-23	2023-25	2025-27
Developmental Disabilities Administration (040)	2,163,000	2,163,000	4,326,000	4,326,000	4,326,000
Total \$	2,163,000	2,163,000	4,326,000	4,326,000	4,326,000

Part IV: Capital Budget Impact

IV. A - Capital Budget Expenditures

NONE

IV. B - Expenditures by Object Or Purpose

NONE

IV. C - Capital Budget Breakout

Identify acquisition and construction costs not reflected elsewhere on the fiscal note and describe potential financing methods

NONE

IV. D - Capital FTE Detail: List FTEs by classification and corresponding annual compensation. Totals need to agree with total FTEs in Part IVB

NONE

None

Part V: New Rule Making Required