

Multiple Agency Fiscal Note Summary

Bill Number: 1435 HB	Title: Home care safety net assess.
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Estimated Cash Receipts

NONE

Estimated Operating Expenditures

Agency Name	2023-25				2025-27				2027-29			
	FTEs	GF-State	NGF-Outlook	Total	FTEs	GF-State	NGF-Outlook	Total	FTEs	GF-State	NGF-Outlook	Total
Washington State Health Care Authority	1.3	594,000	594,000	594,000	.7	297,000	297,000	297,000	.0	0	0	0
Department of Revenue	.0	0	0	0	.0	0	0	0	.0	0	0	0
Department of Social and Health Services	.0	0	0	0	.0	0	0	0	.0	0	0	0
Department of Health	.0	0	0	0	.0	0	0	0	.0	0	0	0
Total \$	1.3	594,000	594,000	594,000	0.7	297,000	297,000	297,000	0.0	0	0	0

Estimated Capital Budget Expenditures

Agency Name	2023-25			2025-27			2027-29		
	FTEs	Bonds	Total	FTEs	Bonds	Total	FTEs	Bonds	Total
Washington State Health Care Authority	.0	0	0	.0	0	0	.0	0	0
Department of Revenue	.0	0	0	.0	0	0	.0	0	0
Department of Social and Health Services	.0	0	0	.0	0	0	.0	0	0
Department of Health	.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: Breann Boggs, OFM	Phone: (360) 485-5716	Date Published: Final
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Individual State Agency Fiscal Note

Revised

Bill Number: 1435 HB	Title: Home care safety net assess.	Agency: 107-Washington State Health Care Authority
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Part I: Estimates

No Fiscal Impact

Estimated Cash Receipts to:

NONE

Estimated Operating Expenditures from:

	FY 2024	FY 2025	2023-25	2025-27	2027-29
FTE Staff Years	1.3	1.3	1.3	0.7	0.0
Account					
General Fund-State 001-1	297,000	297,000	594,000	297,000	0
Total \$	297,000	297,000	594,000	297,000	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: Chris Blake	Phone: 360-786-7392	Date: 01/24/2023
Agency Preparation: Lena Johnson	Phone: 360-725-5295	Date: 01/27/2023
Agency Approval: Catrina Lucero	Phone: 360-725-7192	Date: 01/27/2023
OFM Review: Jason Brown	Phone: (360) 742-7277	Date: 01/27/2023

Part II: Narrative Explanation

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

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

Please see attached narrative.

II. B - Cash receipts Impact

Cash receipts impact of the legislation on the responding agency with the cash receipts provisions identified by section number and when appropriate, the detail of the revenue sources. Description of the factual basis of the assumptions and the method by which the cash receipts impact is derived. Explanation of how workload assumptions translate into estimates. Distinguished between one time and ongoing functions.

II. C - Expenditures

Agency expenditures necessary to implement this legislation (or savings resulting from this legislation), with the provisions of the legislation that result in the expenditures (or savings) identified by section number. Description of the factual basis of the assumptions and the method by which the expenditure impact is derived. Explanation of how workload assumptions translate into cost estimates. Distinguished between one time and ongoing functions.

Part III: Expenditure Detail

III. A - Operating Budget Expenditures

Account	Account Title	Type	FY 2024	FY 2025	2023-25	2025-27	2027-29
001-1	General Fund	State	297,000	297,000	594,000	297,000	0
Total \$			297,000	297,000	594,000	297,000	0

III. B - Expenditures by Object Or Purpose

	FY 2024	FY 2025	2023-25	2025-27	2027-29
FTE Staff Years	1.3	1.3	1.3	0.7	
A-Salaries and Wages	119,000	119,000	238,000	119,000	
B-Employee Benefits	37,000	37,000	74,000	37,000	
C-Professional Service Contracts	100,000	100,000	200,000	100,000	
E-Goods and Other Services	2,000	2,000	4,000	2,000	
G-Travel					
J-Capital Outlays					
M-Inter Agency/Fund Transfers					
N-Grants, Benefits & Client Services					
P-Debt Service					
S-Interagency Reimbursements					
T-Intra-Agency Reimbursements	39,000	39,000	78,000	39,000	
9-					
Total \$	297,000	297,000	594,000	297,000	0

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

Job Classification	Salary	FY 2024	FY 2025	2023-25	2025-27	2027-29
FISCAL ANALYST 3	65,000	0.3	0.3	0.3	0.2	
WMS BAND O2	119,000	1.0	1.0	1.0	0.5	
Total FTEs		1.3	1.3	1.3	0.7	0.0

III. D - Expenditures By Program (optional)

Program	FY 2024	FY 2025	2023-25	2025-27	2027-29
200 - HCA - OTHER (200)	297,000	297,000	594,000	297,000	
Total \$	297,000	297,000	594,000	297,000	

Part IV: Capital Budget Impact

IV. A - Capital Budget Expenditures

NONE

IV. B - Expenditures by Object Or Purpose

NONE

IV. C - Capital Budget Breakout

Acquisition and construction costs not reflected elsewhere on the fiscal note and description of potential financing methods.

NONE

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

NONE

Part V: New Rule Making Required

Provisions of the bill that require the agency to adopt new administrative rules or repeal/revise existing rules.

HCA Fiscal Note

Bill Number: HB 1435

HCA Request #: 23-066

Part II: Narrative Explanation

AN ACT Relating to the development of a home care safety net assessment; adding a new section to chapter 70.127 RCW; adding a new section to chapter 74.39A RCW; and providing an expiration date.

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

Sec. 2 (1) creates the "home care safety net assessment work group".

Sec. 2 (1)(a) assigns the director of the Washington State Health Care Authority (HCA) or the director's designee to the work group.

Sec. 2 (2) states that the work group shall develop a home care safety net assessment proposal to secure federal matching funds under federally prescribed programs available through the state Medicaid plan or a waiver. The group shall consider the financial information provided by consumer directed employers and in-home services agencies under Sec. 1 (4) (b) (ii) of this act and any relevant data analysis of the financial information provided by a private entity under contract with HCA pursuant to Sec. 2 (3).

Sec. 2 (3) allows HCA to contract with a private entity to provide data analysis of the financial information submitted.

Sec. 2 (4) states that support staff for the work group must be provided by HCA.

Sec. 2 (5) requires the work group to submit a report to the governor and appropriate committees by December 1, 2024. The report must include recommendations related to the elements necessary to adopt and implement a home care safety net assessment proposal that meets the requirements needed for federal approval.

Sec. 3 This act expires July 1, 2026.

II. B - Cash Receipts Impact

None.

II. C – Expenditures

HCA requests \$594,000 in GF-State and 1.3 Full Time Equivalent (FTE) staff in the 2023-25 Biennium to lead the project as created by Sec. 2 (1)(a) and provide support to the work group as required by Sec. 2 (4).

Financial Services Division (FSD)

Sec. 2 (1)(a) assigns the director of HCA or the director's designee to the work group. A Washington Management Service 2 (WMS2) would need to lead this project, it does not read as something that the director can do or absorb daily.

- 1.0 FTE - Washington Management Service 2 (WMS2) is needed to lead the project as created by Sec. 2 (1)(a) which assigns the director of HCA or the director's designee to the work group.

HCA Fiscal Note

Bill Number: HB 1435

HCA Request #: 23-066

This position will also provide support to the work group led by the Department of Social Health Services as assigned by Sec. 2 (4) of this bill. This position is needed until June 30, 2026, to provide data analysis of the financial information submitted.

Contract per Sec. 2 (3) allows HCA to contract with a private entity to provide data analysis of the financial information submitted.

- \$100,000 per year until June 30, 2026, to provide data analysis of the financial information submitted.

II. C - Operating Budget Expenditures

Account	Account Title	Type	FY-2024	FY-2025	FY-2026	FY-2027	FY-2028	FY-2029	2023-25	2025-27	2027-29
001-1	General Fund	State	297,000	297,000	297,000	-	-	-	594,000	297,000	-
Totals			\$ 297,000	\$ 297,000	\$ 297,000	\$ -	\$ -	\$ -	\$ 594,000	\$ 297,000	\$ -

II. C - Expenditures by Object Or Purpose

		FY-2024	FY-2025	FY-2026	FY-2027	FY-2028	FY-2029	2023-25	2025-27	2027-29
FTE		1.3	1.3	1.3	0.0	0.0	0.0	1.3	0.7	0.0
A	Salaries and Wages	119,000	119,000	119,000	-	-	-	238,000	119,000	-
B	Employee Benefits	37,000	37,000	37,000	-	-	-	74,000	37,000	-
C	Professional Service Contracts	100,000	100,000	100,000	-	-	-	200,000	100,000	-
E	Goods and Other Services	2,000	2,000	2,000	-	-	-	4,000	2,000	-
T	Intra-Agency Reimbursements	39,000	39,000	39,000	-	-	-	78,000	39,000	-
Totals		\$ 297,000	\$ 297,000	\$ 297,000	\$ -	\$ -	\$ -	\$ 594,000	\$ 297,000	\$ -

II. C - Operating FTE Detail: List FTEs by classification and corresponding annual compensation.

Job title	Salary	FY-2024	FY-2025	FY-2026	FY-2027	FY-2028	FY-2029	2023-25	2025-27	2027-29
FISCAL ANALYST 3	65,000	0.3	0.3	0.3	0.0	0.0	0.0	0.3	0.2	0.0
WMS BAND 02	119,000	1.0	1.0	1.0	0.0	0.0	0.0	1.0	0.5	0.0
Totals		1.3	1.3	1.3	0.0	0.0	0.0	1.3	0.7	0.0

II. C - Expenditures By Program (optional)

Program	FY-2024	FY-2025	FY-2026	FY-2027	FY-2028	FY-2029	2023-25	2025-27	2027-29
200 - HCA - Other	297,000	297,000	297,000	-	-	-	594,000	297,000	-
Totals		\$ 297,000	\$ 297,000	\$ 297,000	\$ -	\$ -	\$ 594,000	\$ 297,000	\$ -

Administrative costs are calculated at \$39,000 per 1.0 FTE. This cost is included in Object T based on HCA's federally approved cost allocation plan and are capture and/or included as Fiscal Analyst 3 classification. HCA assumes that all meetings with the work group will be local and/or offer telecommunications options.

Part IV: Capital Budget Impact

None.

Part V: New Rule Making Require

None.

Department of Revenue Fiscal Note

Bill Number: 1435 HB	Title: Home care safety net assess.	Agency: 140-Department of Revenue
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Part I: Estimates

No Fiscal Impact

Estimated Cash Receipts to:

NONE

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: Chris Blake	Phone: 60-786-7392	Date: 01/24/2023
Agency Preparation: Van Huynh	Phone: 60-534-1512	Date: 01/30/2023
Agency Approval: Valerie Torres	Phone: 60-534-1521	Date: 01/30/2023
OFM Review: Cheri Keller	Phone: (360) 584-2207	Date: 01/31/2023

Request # 1435-1-1

Part II: Narrative Explanation

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

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

CURRENT LAW:

Washington does not have a home care safety net assessment which may allow Washington to secure federal matching funds.

PROPOSAL:

This bill requires each consumer directed employer and each in-home services agency that provides home care services, hospice services, or home health services to submit financial information to the Department of Health. This is for the development of a home care safety net assessment to use in securing federal matching funds under federally prescribed programs available through the state Medicaid plan, as described below.

The financial information required will be comprised of the following, related to in-home services client revenue, separated by type of service and payer, from the 12-month period between July 1, 2022, and July 1, 2023:

Total client revenue for home care services (or home health services) expressed as client revenue for home care services (or home health services) paid by:

- Medicaid
- Medicare
- Private pay
- Commercial insurance
- The veterans administration
- All other payers

The provision above applies equally to hospice services.

The bill also establishes the home care safety net assessment work group, of which the director of the Department of Revenue (or a designee) will be a member.

The work group will develop a home care safety net assessment proposal to secure federal matching funds under federally prescribed programs available through the state Medicaid plan or a waiver.

This bill expires July 1, 2026.

EFFECTIVE DATE:

The bill takes effect 90 days after final adjournment of the session in which it is enacted.

II. B - Cash receipts Impact

Cash receipts impact of the legislation on the responding agency with the cash receipts provisions identified by section number and when appropriate, the detail of the revenue sources. Description of the factual basis of the assumptions and the method by which the cash receipts impact is derived. Explanation of how workload assumptions translate into estimates. Distinguished between one time and ongoing functions.

This bill does not impact taxes or fees administered by the Department of Revenue (department).

II. C - Expenditures

Agency expenditures necessary to implement this legislation (or savings resulting from this legislation), with the provisions of the legislation that result in the expenditures (or savings) identified by section number. Description of the factual basis of the assumptions and the method by which the expenditure impact is derived. Explanation of how workload assumptions translate into cost estimates. Distinguished between one time and ongoing functions.

The department will have minimal costs of approximately \$1,400 for 16 hours of work by an executive manager in fiscal years 2024 and 2025 to participate in the home care safety net assessment work group. The department will absorb these costs within current funding.

Part III: Expenditure Detail

III. A - Expenditures by Object Or Purpose

NONE

III. B - Detail: *FTEs listed by classification and corresponding annual compensation. Totals agree with total FTEs in Part I and Part IIIA.*

NONE

III. C - Expenditures By Program (optional)

NONE

Part IV: Capital Budget Impact

IV. A - Capital Budget Expenditures

NONE

IV. B - Expenditures by Object Or Purpose

NONE

IV. C - Capital Budget Breakout

Acquisition and construction costs not reflected elsewhere on the fiscal note and description of potential financing methods.

NONE

Part V: New Rule Making Required

Individual State Agency Fiscal Note

Bill Number: 1435 HB	Title: Home care safety net assess.	Agency: 300-Department of Social and Health Services
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Part I: Estimates

No Fiscal Impact

Estimated Cash Receipts to:

NONE

Estimated Operating 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: Chris Blake	Phone: 360-786-7392	Date: 01/24/2023
Agency Preparation: Mitchell Close	Phone: 3600000000	Date: 01/27/2023
Agency Approval: Dan Winkley	Phone: 360-902-8236	Date: 01/27/2023
OFM Review: Breann Boggs	Phone: (360) 485-5716	Date: 01/29/2023

Part II: Narrative Explanation

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

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

This bill establishes a home care safety net assessment workgroup with the Department of Social and Health Services as a participating member, which can be staffed using current staffing levels.

II. B - Cash receipts Impact

Cash receipts impact of the legislation on the responding agency with the cash receipts provisions identified by section number and when appropriate, the detail of the revenue sources. Description of the factual basis of the assumptions and the method by which the cash receipts impact is derived. Explanation of how workload assumptions translate into estimates. Distinguished between one time and ongoing functions.

II. C - Expenditures

Agency expenditures necessary to implement this legislation (or savings resulting from this legislation), with the provisions of the legislation that result in the expenditures (or savings) identified by section number. Description of the factual basis of the assumptions and the method by which the expenditure impact is derived. Explanation of how workload assumptions translate into cost estimates. Distinguished between one time and ongoing functions.

Part III: Expenditure Detail

III. A - Operating Budget Expenditures

NONE

III. B - Expenditures by Object Or Purpose

NONE

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

NONE

III. D - Expenditures By Program (optional)

NONE

Part IV: Capital Budget Impact

IV. A - Capital Budget Expenditures

NONE

IV. B - Expenditures by Object Or Purpose

NONE

IV. C - Capital Budget Breakout

Acquisition and construction costs not reflected elsewhere on the fiscal note and description of potential financing methods.

NONE

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

NONE

Part V: New Rule Making Required

Provisions of the bill that require the agency to adopt new administrative rules or repeal/revise existing rules.

Individual State Agency Fiscal Note

Bill Number: 1435 HB	Title: Home care safety net assess.	Agency: 303-Department of Health
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Part I: Estimates

No Fiscal Impact

Estimated Cash Receipts to:

NONE

Estimated Operating 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: Chris Blake	Phone: 360-786-7392	Date: 01/24/2023
Agency Preparation: Donna Compton	Phone: 360-236-4538	Date: 01/30/2023
Agency Approval: Kristin Bettridge	Phone: 3607911657	Date: 01/30/2023
OFM Review: Breann Boggs	Phone: (360) 485-5716	Date: 01/31/2023

Part II: Narrative Explanation

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

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

This bill amends 70.127 RCW (In-Home Services Agencies) to require in-home services agencies licensed under RCW 74.39A.500 (Consumer Directed Employer Program—Establishment—Structure—Vendor Qualifications—Transition—Department Duties) to provide financial information to the Department of Health (department) to inform the development of a home care safety net assessment proposal.

Section 1(4): Directs the department to adopt guidance for in-home services agencies to report financial information and outlines how the department can disseminate that information.

Section 2: Establishes the home care safety net assessment work group and directs the workgroup to develop a proposal to secure federal matching funds under programs available through state Medicaid plan or waiver.

Based on previous experience surveying in-home services agencies, the department estimates the staff costs to be minimal. Existing staff will accomplish developing guidance, collecting information, and participating on the workgroup within their normal workload. No fiscal impact to the department.

II. B - Cash receipts Impact

Cash receipts impact of the legislation on the responding agency with the cash receipts provisions identified by section number and when appropriate, the detail of the revenue sources. Description of the factual basis of the assumptions and the method by which the cash receipts impact is derived. Explanation of how workload assumptions translate into estimates. Distinguished between one time and ongoing functions.

None

II. C - Expenditures

Agency expenditures necessary to implement this legislation (or savings resulting from this legislation), with the provisions of the legislation that result in the expenditures (or savings) identified by section number. Description of the factual basis of the assumptions and the method by which the expenditure impact is derived. Explanation of how workload assumptions translate into cost estimates. Distinguished between one time and ongoing functions.

The department believes there is sufficient existing appropriation authority for the private local account to cover these additional costs for the in-home services agency program to implement this bill. Those costs are estimated to be \$6,000. Therefore, no new appropriation is being requested as a result of the passage of this legislation.

Part III: Expenditure Detail

III. A - Operating Budget Expenditures

NONE

III. B - Expenditures by Object Or Purpose

NONE

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

NONE

III. D - Expenditures By Program (optional)

NONE

Part IV: Capital Budget Impact

IV. A - Capital Budget Expenditures

NONE

IV. B - Expenditures by Object Or Purpose

NONE

IV. C - Capital Budget Breakout

Acquisition and construction costs not reflected elsewhere on the fiscal note and description of potential financing methods.

NONE

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

NONE

Part V: New Rule Making Required

Provisions of the bill that require the agency to adopt new administrative rules or repeal/revise existing rules.

None