

Multiple Agency Fiscal Note Summary

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|-------------------------------|--|
| Bill Number: 1405 S HB | Title: Public benefit payments/DCYF |
|-------------------------------|--|

Estimated Cash Receipts

| Agency Name | 2023-25 | | | 2025-27 | | | 2027-29 | | |
|---|----------|-------------|----------------|----------|-------------|----------------|----------|-------------|----------------|
| | GF-State | NGF-Outlook | Total | GF-State | NGF-Outlook | Total | GF-State | NGF-Outlook | Total |
| Department of Children, Youth, and Families | 0 | 0 | 143,000 | 0 | 0 | 140,000 | 0 | 0 | 140,000 |
| Total \$ | 0 | 0 | 143,000 | 0 | 0 | 140,000 | 0 | 0 | 140,000 |

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 | .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 Children, Youth, and Families | 1.0 | 178,000 | 178,000 | 321,000 | 1.0 | 147,000 | 147,000 | 287,000 | 1.0 | 11,538,000 | 11,538,000 | 11,678,000 |
| Total \$ | 1.0 | 178,000 | 178,000 | 321,000 | 1.0 | 147,000 | 147,000 | 287,000 | 1.0 | 11,538,000 | 11,538,000 | 11,678,000 |

| Agency Name | 2023-25 | | | 2025-27 | | | 2027-29 | | |
|-------------|---------|----------|-------|---------|----------|-------|---------|----------|-------|
| | FTEs | GF-State | Total | FTEs | GF-State | Total | FTEs | GF-State | Total |
| | | | | | | | | | |

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 Social and Health Services | .0 | 0 | 0 | .0 | 0 | 0 | .0 | 0 | 0 |
| Department of Children, Youth, and Families | .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: Carly Kujath, OFM | Phone: (360) 790-7909 | Date Published: Final 2/9/2023 |
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Individual State Agency Fiscal Note

| | | |
|-------------------------------|--|---|
| Bill Number: 1405 S HB | Title: Public benefit payments/DCYF | Agency: 107-Washington State Health Care Authority |
|-------------------------------|--|---|

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.

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|--|-----------------------|------------------|
| Legislative Contact: Omeara Harrington | Phone: 360-786-7136 | Date: 02/03/2023 |
| Agency Preparation: Catherine Rice | Phone: 360-725-0000 | Date: 02/09/2023 |
| Agency Approval: Catrina Lucero | Phone: 360-725-7192 | Date: 02/09/2023 |
| OFM Review: Jason Brown | Phone: (360) 742-7277 | Date: 02/09/2023 |

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.

See attached.

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.

See attached.

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.

See attached.

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

See attached.

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: S HB-1405

HCA Request #: 23-110

Part II: Narrative Explanation

AN ACT Relating to preserving public benefit payments to people in the care of the Department of Children, Youth, and Families (DCYF).

Changes made in the substitute bill are the following:

Changes the due date in Section 3 (7) from September 1, 2024 to December 1, 2024, which directs DCYF to submit a report.

Changes the expiration date for Section 3 (8) from December 31, 2026 to December 31, 2027. (Please note, this date does not match the companion bill S SB 5397.)

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

Section 3. (1) Directs DCYF to create the “Cost of care work group”.

(4) (e) The director of the Health Care Authority (HCA) and his or her designee shall be included as a member of the Cost of care work group.

(7) Directs DCYF to submit a report by September 1, 2024, to the legislature and the governor, which includes recommendations from the work group. The report shall also provide information on the cost of implementing the change required in section 2 of this act, and whether statutory changes are needed.

(8) States that Section 3 expires December 31, 2026.

II. B - Cash Receipts Impact

None

II. C – Expenditures

HCA has determined that this bill creates no fiscal impact.

HCA assumes that the director and his or her designee, as a member of the “Cost of care work group” shall meet with this group either in the Olympia region, or via Microsoft Teams/Zoom platforms, and not be frequent enough to require hiring an FTE. Therefore, this bill has no fiscal impact to HCA.

Part IV: Capital Budget Impact

None

Part V: New Rule Making Required

None

Individual State Agency Fiscal Note

| | | |
|-------------------------------|--|---|
| Bill Number: 1405 S HB | Title: Public benefit payments/DCYF | Agency: 300-Department of Social and Health Services |
|-------------------------------|--|---|

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: Omeara Harrington | Phone: 360-786-7136 | Date: 02/03/2023 |
| Agency Preparation: Seth Nathan | Phone: 360-902-0001 | Date: 02/03/2023 |
| Agency Approval: Dan Winkley | Phone: 360-902-8236 | Date: 02/03/2023 |
| OFM Review: Jason Brown | Phone: (360) 742-7277 | Date: 02/07/2023 |

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.

The Department of Social and Health Services, Economic Services Administration (ESA) anticipates no impact to caseloads or department workload, therefore no fiscal impact is anticipated.

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: 1405 S HB | Title: Public benefit payments/DCYF | Agency: 307-Department of Children, Youth, and Families |
|-------------------------------|--|--|

Part I: Estimates

No Fiscal Impact

Estimated Cash Receipts to:

| ACCOUNT | FY 2024 | FY 2025 | 2023-25 | 2025-27 | 2027-29 |
|----------------------------|---------|---------|---------|---------|---------|
| General Fund-Federal 001-2 | 73,000 | 70,000 | 143,000 | 140,000 | 140,000 |
| Total \$ | 73,000 | 70,000 | 143,000 | 140,000 | 140,000 |

Estimated Operating Expenditures from:

| | FY 2024 | FY 2025 | 2023-25 | 2025-27 | 2027-29 |
|----------------------------|---------|---------|---------|---------|------------|
| FTE Staff Years | 1.0 | 1.0 | 1.0 | 1.0 | 1.0 |
| Account | | | | | |
| General Fund-State 001-1 | 91,000 | 87,000 | 178,000 | 147,000 | 11,538,000 |
| General Fund-Federal 001-2 | 73,000 | 70,000 | 143,000 | 140,000 | 140,000 |
| Total \$ | 164,000 | 157,000 | 321,000 | 287,000 | 11,678,000 |

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: Omeara Harrington | Phone: 360-786-7136 | Date: 02/03/2023 |
| Agency Preparation: Chris Conn | Phone: 360 725-4441 | Date: 02/08/2023 |
| Agency Approval: James Smith | Phone: 360-764-9492 | Date: 02/08/2023 |
| OFM Review: Carly Kujath | Phone: (360) 790-7909 | Date: 02/08/2023 |

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.

Changes in SHB 1405 versus HB 1405:

Section 2 (1) changes the end date of public benefit funds from January 1, 2026 to January 1, 2027.

Section 3 (1) changes the report due date from September 1, 2024 to December 1, 2024.

This bill would end the practice of diverting federal supplemental security income (SSI) and other public benefits from people in DCYF's care effective January 1, 2027.

Section 2 (1) as of January 1, 2027, the department may not apply any benefits, payments, funds, or accrual paid to, or on behalf of, a person in the care of the department subject to chapter 13.34 or 13.40 RCW as reimbursement for the cost of care.

Section 2 (3) the department shall develop and implement a financial literacy training including information related to public benefits.

Section 3 (1) calls for the department to create a cost of care work group with a report due December 1, 2024.

Section 3 (4)(c) calls for current or former youth with lived experience to attend the work group

Section 3 (5) (a) calls for individuals who are eligible for public benefits with lived experience for input to the work group

Section 3 (5)(b) calls for parents and caregivers of people who are eligible for SSI for input to the work group programs.

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.

The agency estimates eligible reimbursements for Title 19 of \$73,000 for FY24 and \$70,000 per fiscal year ongoing.

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 of Children, Youth and Families estimates \$321,000 (\$178,000 GF-S), and 1.0 Full Time Equivalent Staff (FTEs) in the 23-25 Biennial Budget.

Section 3 (1)

Total Costs are \$164,000 in FY24, \$157,000 in FY25 and 1.0 FTE.

1.0 WMS2 to convene and oversee the cost of care working groups and working with stakeholders with estimated costs of \$135,000 in FY24 and FY25.

Participants in the cost of care working groups would receive stipends with estimated costs of \$18,000 in FY24 and FY25.

The Department of Children, Youth and Families estimates \$287,000 (\$147,000 GF-S), and 1.0 Full Time Equivalent Staff (FTEs) in the 25-27 Biennial Budget.

Section 3 (1)

Total Costs are \$148,000 in FY26, \$139,000 in FY27 and 1.0 FTE.

1.0 WMS2 to convene and oversee the cost of care working groups and working with stakeholders and develop and

implement the SSSI Benefit Replacement program with estimated costs of \$135,000 in FY26 and FY27. Participants in the cost of care working groups would receive stipends with estimated costs of \$9,000 in FY26.

The Department of Children, Youth and Families estimates \$11,678,000 (\$11,538,000 GF-S), and 1.0 Full Time Equivalent Staff (FTEs) in the 27-29 Biennial Budget.

Section 2 (1):

Total Costs are \$3,939,000 in FY28, \$7,739,000 in FY29.

SSI Benefit Replacement with estimated costs of \$3,800,000 in FY28, \$7,600,000 in FY29.

1.0 WMS2 to oversee the SSI Benefits Replacement program with estimated costs of \$135,000 in FY28 and FY29.

Professional Service Contracts are indeterminate subject to recommendations of the working groups / stakeholders.

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 | 91,000 | 87,000 | 178,000 | 147,000 | 11,538,000 |
| 001-2 | General Fund | Federal | 73,000 | 70,000 | 143,000 | 140,000 | 140,000 |
| Total \$ | | | 164,000 | 157,000 | 321,000 | 287,000 | 11,678,000 |

III. B - Expenditures by Object Or Purpose

| | FY 2024 | FY 2025 | 2023-25 | 2025-27 | 2027-29 |
|--------------------------------------|---------|---------|---------|---------|------------|
| FTE Staff Years | 1.0 | 1.0 | 1.0 | 1.0 | 1.0 |
| A-Salaries and Wages | 103,000 | 103,000 | 206,000 | 206,000 | 206,000 |
| B-Employee Benefits | 32,000 | 32,000 | 64,000 | 64,000 | 64,000 |
| C-Professional Service Contracts | | | | | |
| E-Goods and Other Services | 20,000 | 20,000 | 40,000 | 13,000 | 4,000 |
| G-Travel | 2,000 | 2,000 | 4,000 | 4,000 | 4,000 |
| J-Capital Outlays | 7,000 | | 7,000 | | |
| M-Inter Agency/Fund Transfers | | | | | |
| N-Grants, Benefits & Client Services | | | | | |
| P-Debt Service | | | | | |
| S-Interagency Reimbursements | | | | | 11,400,000 |
| T-Intra-Agency Reimbursements | | | | | |
| 9- | | | | | |
| Total \$ | 164,000 | 157,000 | 321,000 | 287,000 | 11,678,000 |

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*

| Job Classification | Salary | FY 2024 | FY 2025 | 2023-25 | 2025-27 | 2027-29 |
|--------------------|---------|---------|---------|---------|---------|---------|
| WMS2 | 103,000 | 1.0 | 1.0 | 1.0 | 1.0 | 1.0 |
| Total FTEs | | 1.0 | 1.0 | 1.0 | 1.0 | 1.0 |

III. D - Expenditures By Program (optional)

| Program | FY 2024 | FY 2025 | 2023-25 | 2025-27 | 2027-29 |
|-----------------------|---------|---------|---------|---------|------------|
| Child Welfare (010) | | | | | 11,400,000 |
| Program Support (090) | 164,000 | 157,000 | 321,000 | 287,000 | 278,000 |
| Total \$ | 164,000 | 157,000 | 321,000 | 287,000 | 11,678,000 |

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

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.