

# Multiple Agency Fiscal Note Summary

<b>Bill Number:</b> 1547 HB	<b>Title:</b> Out-of-state health prov.
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## Estimated Cash Receipts

NONE

Agency Name	2023-25		2025-27		2027-29	
	GF- State	Total	GF- State	Total	GF- State	Total
Local Gov. Courts						
Loc School dist-SPI						
Local Gov. Other	No fiscal impact					
Local Gov. Total						

## 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
Department of Health	.5	0	0	288,000	.0	0	0	197,000	.0	0	0	209,000
University of Washington	Non-zero but indeterminate cost and/or savings. Please see discussion.											
<b>Total \$</b>	<b>0.5</b>	<b>0</b>	<b>0</b>	<b>288,000</b>	<b>0.0</b>	<b>0</b>	<b>0</b>	<b>197,000</b>	<b>0.0</b>	<b>0</b>	<b>0</b>	<b>209,000</b>

Agency Name	2023-25			2025-27			2027-29		
	FTEs	GF-State	Total	FTEs	GF-State	Total	FTEs	GF-State	Total
Local Gov. Courts									
Loc School dist-SPI									
Local Gov. Other	No fiscal impact								
Local Gov. Total									

## Estimated Capital Budget Expenditures

Agency Name	2023-25			2025-27			2027-29		
	FTEs	Bonds	Total	FTEs	Bonds	Total	FTEs	Bonds	Total
Department of Health	.0	0	0	.0	0	0	.0	0	0
University of Washington	.0	0	0	.0	0	0	.0	0	0
<b>Total \$</b>	<b>0.0</b>	<b>0</b>	<b>0</b>	<b>0.0</b>	<b>0</b>	<b>0</b>	<b>0.0</b>	<b>0</b>	<b>0</b>

Agency Name	2023-25			2025-27			2027-29		
	FTEs	GF-State	Total	FTEs	GF-State	Total	FTEs	GF-State	Total
Local Gov. Courts									
Loc School dist-SPI									
Local Gov. Other	No fiscal impact								
Local Gov. Total									

# Estimated Capital Budget Breakout

NONE

<b>Prepared by:</b> Breann Boggs, OFM	<b>Phone:</b> (360) 485-5716	<b>Date Published:</b> Final 2/23/2023
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# Individual State Agency Fiscal Note

<b>Bill Number:</b> 1547 HB	<b>Title:</b> Out-of-state health prov.	<b>Agency:</b> 303-Department of Health
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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	0.9	0.0	0.5	0.0	0.0
<b>Account</b>					
Health Professions Account-State 02G-1	194,000	94,000	288,000	197,000	209,000
<b>Total \$</b>	194,000	94,000	288,000	197,000	209,000

### 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: Emily Poole	Phone: 360-786-7106	Date: 01/30/2023
Agency Preparation: Donna Compton	Phone: 360-236-4538	Date: 02/23/2023
Agency Approval: Stacy May	Phone: (360) 236-4532	Date: 02/23/2023
OFM Review: Breann Boggs	Phone: (360) 485-5716	Date: 02/23/2023

## 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.*

Section 1: Adds a new chapter under Title 18 RCW (BUSINESSES AND PROFESSIONS) stating 1) an out-of-state health care provider is authorized to practice in the state upon submission of information by a health care entity; 2) to obtain an authorization a health care entity shall submit required information to the department for each health care provider seeking authorization in Washington; 3) a health care provider must maintain an active and unencumbered licenses in another state or United States territory at all times while practicing in Washington; and 4) the health care entity shall be responsible for the actions or inactions of the health care provider.

### 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.*

Current law, RCW 43.70.250 (License fees for professions, occupations, and businesses.) requires that a business-licensing program be self-supporting and sufficient revenue be collected through fees to fund expenditures. The Department of Health (department) oversees over 90 health professions which will be affected by this bill. Some of these health professions have adequate fund balance to cover the costs associated with this bill and some do not. The department will monitor the program fund balances and adjust fees over a six (6) year period to ensure that fees are sufficient to cover all program expenditures.

### 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.*

Office of Customer Service (OCS):

Assumptions:

- Authorization credential applications will only be available online.
- Authorization credential approvals will be automated.
- With online application and approval, OCS costs will be limited to the year of implementation.

In FY 2024, OCS staff will create, test, and configure 92 new authorization credentials. The department estimates it will take 12 hours per application to develop the e-form, update, approve, test the form, and develop the user interface.

FY 2024 costs will be 0.9 FTE and \$103,000 (02G)

Registration System:

The department assumes it will utilize an off the shelf registration system similar to the medical reserve corps registration system to allow out-of-state providers to register with the department. Based on the current cost of this system the department estimates first year vendor costs to be \$91,000 and each year thereafter vendor costs will grow at 3% per year.

FY 2024 costs will be 91,000 (02G)

FY 2025 costs will be \$94,000 (02G)

FY 2026 costs will be \$97,000 (02G)

FY 2027 costs will be \$100,000 (02G)

FY 2028 costs will be \$103,000 (02G)

FY 2029 costs will be \$106,000 (02G)

**TOTAL COSTS TO IMPLEMENT THIS BILL**

FY 2024: 0.9 FTE and \$194,000 (02G)

FY 2025: \$94,000 (02G)

FY 2026: \$97,000 (02G)

FY 2027: \$100,000 (02G)

FY 2028: \$103,000 (02G)

FY 2029: \$106,000 (02G)

**Part III: Expenditure Detail**

**III. A - Operating Budget Expenditures**

Account	Account Title	Type	FY 2024	FY 2025	2023-25	2025-27	2027-29
02G-1	Health Professions Account	State	194,000	94,000	288,000	197,000	209,000
<b>Total \$</b>			194,000	94,000	288,000	197,000	209,000

**III. B - Expenditures by Object Or Purpose**

	FY 2024	FY 2025	2023-25	2025-27	2027-29
FTE Staff Years	0.9		0.5		
A-Salaries and Wages	67,000	1,000	68,000	2,000	2,000
B-Employee Benefits	25,000		25,000		
C-Professional Service Contracts	90,000	93,000	183,000	195,000	207,000
E-Goods and Other Services	4,000		4,000		
J-Capital Outlays	3,000		3,000		
T-Intra-Agency Reimbursements	5,000		5,000		
<b>Total \$</b>	194,000	94,000	288,000	197,000	209,000

**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
Fiscal Analyst 2	53,000	0.1		0.1		
HEALTH SERVICES CONSULTANT 3	75,120	0.2		0.1		
HEALTH SERVICES CONSULTANT 4	82,896	0.2		0.1		
Health Svcs Conslt 1	53,000	0.1		0.1		
MANAGEMENT ANALYST 3	71,520	0.3		0.2		
<b>Total FTEs</b>		0.9		0.5		0.0

**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

<b>Bill Number:</b> 1547 HB	<b>Title:</b> Out-of-state health prov.	<b>Agency:</b> 360-University of Washington
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## Part I: Estimates

No Fiscal Impact

### Estimated Cash Receipts to:

NONE

### Estimated Operating Expenditures from:

**Non-zero but indeterminate cost and/or savings. Please see discussion.**

### 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: Emily Poole	Phone: 360-786-7106	Date: 01/30/2023
Agency Preparation: Charlotte Shannon	Phone: 2066858868	Date: 02/02/2023
Agency Approval: Charlotte Shannon	Phone: 2066858868	Date: 02/02/2023
OFM Review: Ramona Nabors	Phone: (360) 742-8948	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.*

HB 1547 would authorize out-of-state healthcare providers to practice in Washington. Health care providers include those regulated under Title 18, including physicians, physician assistants, nurses, genetic counselors, and others.

### 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.*

The University of Washington assumes this bill would make it easier to recruit healthcare providers given that it would increase the pool of candidates for open positions. Additionally, when UW Medical Center and Harborview hire staff from out of state, there is typically a delay between when that individual is hired and when they can start working due to current Washington State licensing and credentialing processes, which this bill could reduce. There could also be a need for additional oversight and background checks for candidates who come from other states to confirm that they are licensed and that they do not have a disciplinary action against their license. These factors are difficult to quantify and therefore the impact is indeterminate, but given the scope of this bill, the UW assumes an over 50k per fiscal year impact.

## Part III: Expenditure Detail

### III. A - Operating Budget Expenditures

Non-zero but indeterminate cost and/or savings. Please see discussion.

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

Non-zero but indeterminate cost and/or savings. Please see discussion.

**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.*

# LOCAL GOVERNMENT FISCAL NOTE

Department of Commerce

**Bill Number:** 1547 HB

**Title:** Out-of-state health prov.

**Part I: Jurisdiction**-Location, type or status of political subdivision defines range of fiscal impacts.

## Legislation Impacts:

- Cities:
- Counties:
- Special Districts:
- Specific jurisdictions only:
- Variance occurs due to:

## Part II: Estimates

- No fiscal impacts.
- Expenditures represent one-time costs:
- Legislation provides local option:
- Key variables cannot be estimated with certainty at this time:

### Estimated revenue impacts to:

None

### Estimated expenditure impacts to:

None

## Part III: Preparation and Approval

Fiscal Note Analyst: Brandon Rountree	Phone: (360) 999-7103	Date: 02/06/2023
Leg. Committee Contact: Emily Poole	Phone: 360-786-7106	Date: 01/30/2023
Agency Approval: Alice Zillah	Phone: 360-725-5035	Date: 02/06/2023
OFM Review: Breann Boggs	Phone: (360) 485-5716	Date: 02/13/2023

## **Part IV: Analysis**

### **A. SUMMARY OF BILL**

*Description of the bill with an emphasis on how it impacts local government.*

The legislation authorizes an out-of-state health care provider to practice in Washington upon submission of certain information by a health care entity to the Department of Health.

### **B. SUMMARY OF EXPENDITURE IMPACTS**

*Expenditure impacts of the legislation on local governments with the expenditure provisions identified by section number and when appropriate, the detail of expenditures. Delineated between city, county and special district impacts.*

The legislation would have no expenditure impacts for local government.

### **C. SUMMARY OF REVENUE IMPACTS**

*Revenue impacts of the legislation on local governments, with the revenue provisions identified by section number, and when appropriate, the detail of revenue sources. Delineated between city, county and special district impacts.*

The legislation would have no revenue impacts for local government.