

Multiple Agency Fiscal Note Summary

Bill Number: 1417 S HB	Title: Multistate nurse licensure
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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
Washington State Patrol	0	0	1,251,982	0	0	625,968	0	0	625,968
Total \$	0	0	1,251,982	0	0	625,968	0	0	625,968

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 Patrol	4.4	0	0	1,133,269	1.7	0	0	420,226	1.7	0	0	420,226
Department of Health	.1	0	0	29,000	.0	0	0	0	.0	0	0	0
Total \$	4.5	0	0	1,162,269	1.7	0	0	420,226	1.7	0	0	420,226

Estimated Capital Budget Expenditures

Agency Name	2023-25			2025-27			2027-29		
	FTEs	Bonds	Total	FTEs	Bonds	Total	FTEs	Bonds	Total
Washington State Patrol	.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

NONE

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Individual State Agency Fiscal Note

Bill Number: 1417 S HB	Title: Multistate nurse licensure	Agency: 225-Washington State Patrol
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Part I: Estimates

No Fiscal Impact

Estimated Cash Receipts to:

ACCOUNT	FY 2024	FY 2025	2023-25	2025-27	2027-29
Fingerprint Identification Account-State 225-1	625,991	625,991	1,251,982	625,968	625,968
Total \$	625,991	625,991	1,251,982	625,968	625,968

Estimated Operating Expenditures from:

	FY 2024	FY 2025	2023-25	2025-27	2027-29
FTE Staff Years	4.4	4.4	4.4	1.7	1.7
Account					
Fingerprint Identification Account-State 225-1	590,570	542,699	1,133,269	420,226	420,226
Total \$	590,570	542,699	1,133,269	420,226	420,226

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: Lily Smith	Phone: 360-786-7175	Date: 02/19/2023
Agency Preparation: Michael Middleton	Phone: (360) 596-4072	Date: 02/23/2023
Agency Approval: Mario Buono	Phone: (360) 596-4046	Date: 02/23/2023
OFM Review: Tiffany West	Phone: (360) 890-2653	Date: 02/24/2023

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 substitute bill continues to have a fiscal impact for the Washington State Patrol (WSP). Newly added section 15 requires nurses holding a valid multistate license issued by another state to submit documentation of the multistate license to the interstate commission prior to practicing in Washington. This change does not alter our previous assumptions.

The bill establishes an interstate nurse licensure compact focused on protecting public health and safety, cooperating in areas of licensure and regulations, facilitating exchanges of information regarding individual nurse practitioners, compliance with the laws governing nursing, decreasing redundancies in licensing, ensuring more uniform requirements for licensure, and increasing accountability.

New subsection 4(3)(f) requires individuals applying for license to submit fingerprints or other biometric data for the purpose of obtaining criminal history record information from the Federal Bureau of Investigation (FBI) and the WSP, as the agency responsible for retaining our state's criminal records.

New subsection 6(1)(e) grants authority to a licensing board to obtain and submit, for each nurse licensure applicant, fingerprint or other biometric-based information to the FBI for criminal background checks, receive the results of the FBI record search on criminal background checks, and use the results in making licensure decisions.

New subsection 14(1) establishes the authority for the commission to: (a) obtain fingerprints from each applicant for a multistate license, (b) submit the fingerprints through WSP to the FBI for a national criminal history background check, (c) receive the results of the FBI national criminal history background check, and (d) use the results in making multistate licensure decisions.

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.

For this fiscal note the Department of Health (DOH) estimates 27,217 background checks in FY 2024 and FY 2025, with 13,608 background checks in FY 2026 and thereafter.

Assuming electronic submissions, the WSP will charge \$34.25 for background checks, of which \$13.25 is the FBI fee (\$11.25 passed to the FBI and \$2.00 retained by the WSP). The balance of the fee (\$21.00) is the WSP's fee, leaving total revenue to the Fingerprint Identification Account of $\$2 + \$21 = \$23$ per background check.

Estimated revenue in each of FY 2024 and 2025 for the Fingerprint Identification Account is $27,217 \text{ checks} \times \$23 = \$625,991$.

Estimated revenue in FY 2026 and thereafter for the Fingerprint Identification Account is $13,608 \text{ checks} \times \$23 = \$312,984$.

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.

Our overall fiscal impact has increased slightly as a result of the recent change to our approved indirect cost rate which becomes effective July 1, 2023.

Based on DOH's estimate of the number of background checks in the FY 2023-25 biennium, we estimate an annual

increased workload equivalent of 4.4 FTE consisting of 0.4 of a Fingerprint Lead Technician, 2.0 of a Fingerprint Technician 2, and 2.0 of a Fingerprint Technician 1. Based on DOH estimates for FY 2026 and thereafter, we estimate a need of 0.2 of a Fingerprint Lead Technician, 0.75 of a Fingerprint Technician 2, and 0.75 of a Fingerprint Technician 1.

We base estimated salary expenditures on current levels for the positions requested per published salary schedules, plus any applicable incentive or assignment pay. We compute estimated benefits expenditures based on federal or state mandated rates plus state provided amounts for health insurance and workers' compensation insurance. We assume that any increases in these rates or amounts will be covered by legislation establishing the increase.

We compute estimated support expenditures such as supplies & materials, communications, computer costs (hardware and software), vehicle and vehicle operating costs, among others, using average costs to support agency FTEs. We adjust the estimated support costs to reflect the needs of individual divisions or positions within the agency.

We base our estimate for agency indirect costs on the federal indirect cost rate of 33.41 percent approved by the U.S. Department of Transportation on February 14, 2023. This rate is effective July 1, 2023, and is used on all estimates completed after the approval date. We apply this indirect cost rate percentage to all categories of expenditure with only two exceptions: capital equipment and expenditures after \$25,000 of each projected contract. Indirect costs include, but are not limited to, computer and telecommunications support, payroll processing, vendor payments, general accounting, procurement administration, inventory control, and human resource management.

Part III: Expenditure Detail

III. A - Operating Budget Expenditures

Account	Account Title	Type	FY 2024	FY 2025	2023-25	2025-27	2027-29
225-1	Fingerprint Identification Account	State	590,570	542,699	1,133,269	420,226	420,226
Total \$			590,570	542,699	1,133,269	420,226	420,226

III. B - Expenditures by Object Or Purpose

	FY 2024	FY 2025	2023-25	2025-27	2027-29
FTE Staff Years	4.4	4.4	4.4	1.7	1.7
A-Salaries and Wages	260,923	260,923	521,846	202,172	202,172
B-Employee Benefits	108,940	108,940	217,880	84,282	84,282
C-Professional Service Contracts					
E-Goods and Other Services	29,269	24,306	53,575	18,782	18,782
G-Travel	5,280	5,280	10,560	4,080	4,080
J-Capital Outlays	49,280	8,030	57,310	6,206	6,206
M-Inter Agency/Fund Transfers					
N-Grants, Benefits & Client Services					
P-Debt Service					
S-Interagency Reimbursements					
T-Intra-Agency Reimbursements					
9-Indirect Costs	136,878	135,220	272,098	104,704	104,704
Total \$	590,570	542,699	1,133,269	420,226	420,226

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
Fingerprint Lead Technician	64,788	0.4	0.4	0.4	0.2	0.2
Fingerprint Technician 1	55,872	2.0	2.0	2.0	0.8	0.8
Fingerprint Technician 2	61,632	2.0	2.0	2.0	0.8	0.8
Total FTEs		4.4	4.4	4.4	1.7	1.7

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: 1417 S HB	Title: Multistate nurse licensure	Agency: 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	0.2	0.0	0.1	0.0	0.0
Account					
Health Professions Account-State 02G-1	29,000	0	29,000	0	0
Total \$	29,000	0	29,000	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: Lily Smith	Phone: 360-786-7175	Date: 02/19/2023
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.

This substitute adds Section 15 to allow nurses with a valid multistate license issued by another state to submit documentation of their multistate license to the Nursing Quality Care Assurance Commission (commission) and requires the commission to issue a license by endorsement upon receipt of the documentation. The addition of this section does result in a change in fiscal impact from house bill 1417.

Section 15: Adds a new section to chapter 18.79 RCW (NURSING CARE) requiring the commission to issue a license by endorsement to an individual holding a valid multistate license issued by another state upon receipt of documentation of the multistate license.

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 the department to charge a fee to generate sufficient revenue to fully support the costs of administering its commission activities. As of July 1, 2022, the commission has a positive fund balance, therefore the department does not anticipate the need to increase licensing fees to support the changes proposed in this bill. The commission will monitor all 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.

Compact

In consultation with the compact administrator's attorney, the commission has determined the wording of Section 15 would be a significant enough deviation from the compact language that it would ban Washington's inclusion in the compact. Therefore, the commission assumes no costs associated with implementing a compact.

Rulemaking

Section 154: The commission will develop and adopt rules to establish an additional license by endorsement. The commission anticipates utilizing a team of subject matter experts to implement this bill. This team will consist of the program manager and a community engagement specialist to identify underreached communities and engage them in the rulemaking process. This process will include two meetings with interested parties as well as one formal rules hearing, all held virtually, and will take approximately 12 months to complete. The commission anticipates providing the rules hearing announcement and materials in both English and Spanish and providing ASL and Spanish interpretation services at the rules hearing.

Costs include staff, associated expenses (including goods and services, travel, intra-agency, and indirect charges), and Office of Attorney General support in the amount of \$4,000.

FY 2024 one-time costs will be 0.2 FTE and \$29,000.

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	29,000	0	29,000	0	0
Total \$			29,000	0	29,000	0	0

III. B - Expenditures by Object Or Purpose

	FY 2024	FY 2025	2023-25	2025-27	2027-29
FTE Staff Years	0.2		0.1		
A-Salaries and Wages	16,000		16,000		
B-Employee Benefits	6,000		6,000		
C-Professional Service Contracts	1,000		1,000		
E-Goods and Other Services	5,000		5,000		
T-Intra-Agency Reimbursements	1,000		1,000		
Total \$	29,000	0	29,000	0	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
HEALTH SERVICES CONSULTAN 4	82,896	0.2		0.1		
Total FTEs		0.2		0.1		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.

Section 15: The department will adopt rules as necessary in WAC 246-840 (Practical and registered nursing) to implement this bill.