

Multiple Agency Fiscal Note Summary

| | |
|-------------------------------|--|
| Bill Number: 1435 S HB | Title: Home care safety net assess. |
|-------------------------------|--|

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 | 1.0 | 516,000 | 516,000 | 516,000 | .5 | 258,000 | 258,000 | 258,000 | .0 | 0 | 0 | 0 |
| Department of Revenue | Fiscal note not available | | | | | | | | | | | |
| Department of Social and Health Services | .0 | 0 | 0 | 0 | .0 | 0 | 0 | 0 | .0 | 0 | 0 | 0 |
| Department of Health | Fiscal note not available | | | | | | | | | | | |
| Total \$ | 1.0 | 516,000 | 516,000 | 516,000 | 0.5 | 258,000 | 258,000 | 258,000 | 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 | Fiscal note not available | | | | | | | | |
| Department of Social and Health Services | .0 | 0 | 0 | .0 | 0 | 0 | .0 | 0 | 0 |
| Department of Health | Fiscal note not available | | | | | | | | |
| 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:
Preliminary 3/ 7/2023

Individual State Agency Fiscal Note

| | | |
|-------------------------------|--|---|
| Bill Number: 1435 S 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 | 1.0 | 1.0 | 1.0 | 0.5 | 0.0 |
| Account | | | | | |
| General Fund-State 001-1 | 258,000 | 258,000 | 516,000 | 258,000 | 0 |
| Total \$ | 258,000 | 258,000 | 516,000 | 258,000 | 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: Julie Tran | Phone: 360-786-7283 | Date: 03/03/2023 |
| Agency Preparation: Lena Johnson | Phone: 360-725-5295 | Date: 03/06/2023 |
| Agency Approval: Catrina Lucero | Phone: 360-725-7192 | Date: 03/06/2023 |
| OFM Review: Jason Brown | Phone: (360) 742-7277 | Date: 03/06/2023 |

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.

Please see attached.

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 | 258,000 | 258,000 | 516,000 | 258,000 | 0 |
| Total \$ | | | 258,000 | 258,000 | 516,000 | 258,000 | 0 |

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 | 0.5 | |
| 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 | | | | | |
| 9- | | | | | |
| Total \$ | 258,000 | 258,000 | 516,000 | 258,000 | 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 |
|--------------------|---------|---------|---------|---------|---------|---------|
| WMS BAND O2 | 119,000 | 1.0 | 1.0 | 1.0 | 0.5 | |
| Total FTEs | | 1.0 | 1.0 | 1.0 | 0.5 | 0.0 |

III. D - Expenditures By Program (optional)

| Program | FY 2024 | FY 2025 | 2023-25 | 2025-27 | 2027-29 |
|-------------------------|---------|---------|---------|---------|---------|
| 200 - HCA - OTHER (200) | 258,000 | 258,000 | 516,000 | 258,000 | |
| Total \$ | 258,000 | 258,000 | 516,000 | 258,000 | |

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: SHB 1435

HCA Request #: 23-189

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; and adding a new section to chapter 74.39A RCW.

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

Substitute Bill 1435 amends

Section 1 (4)(b) now directs recipient of financial information from required entities be destroyed once the department and the health care authority have determined that it is no longer necessary for the support of the activities of the work group.

Removes Section 3, the expiration date of this legislation.

Sec. 1 added a new chapter to 70.127 RCW.

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. In developing the proposal, the work group shall consider the financial information provided by consumer directed employers and in-home services agencies under section 1 of this act to the extent authorized under section 1(4)(b)(ii) of this act and any relevant data analysis of the financial information provided by a private entity under contract with the health care authority pursuant to subsection (3) of this section.

Sec. 2 (3) allows the HCA to contract with a private entity to provide data analysis of the financial information submitted by in-home services agencies and consumer directed employers as necessary to inform the work group's development of a home care safety net assessment proposal. The data analysis must include the development of various financial modeling options that may meet federal regulations for approval of the assessment.

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.

The Substitute bill removes Section 3 of the prior bill thus removing the expiration date for this legislation.

HCA Fiscal Note

Bill Number: SHB 1435

HCA Request #: 23-189

II. B - Cash Receipts Impact

None.

II. C – Expenditures

HCA requests \$516,000 in GF-State and 1.0 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. 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 | 258,000 | 258,000 | 258,000 | - | - | - | 516,000 | 258,000 | - |
| Totals | | | \$ 258,000 | \$ 258,000 | \$ 258,000 | \$ - | \$ - | \$ - | \$ 516,000 | \$ 258,000 | \$ - |

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 | 1.0 | 1.0 | 1.0 | 0.0 | 0.0 | 0.0 | 1.0 | 0.5 | 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 | - |
| Totals | | \$ 258,000 | \$ 258,000 | \$ 258,000 | \$ - | \$ - | \$ 516,000 | \$ 258,000 | \$ - |

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 |
|---------------|---------|------------|------------|------------|------------|------------|------------|------------|------------|------------|
| WMS BAND 02 | 119,000 | 1.0 | 1.0 | 1.0 | 0.0 | 0.0 | 0.0 | 1.0 | 0.5 | 0.0 |
| Totals | | 1.0 | 1.0 | 1.0 | 0.0 | 0.0 | 0.0 | 1.0 | 0.5 | 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 |
|-----------------------|---------|-------------------|-------------------|-------------------|-------------|-------------|-------------------|-------------------|-------------|
| 200 200 - HCA - Other | 258,000 | 258,000 | 258,000 | - | - | - | 516,000 | 258,000 | - |
| Totals | | \$ 258,000 | \$ 258,000 | \$ 258,000 | \$ - | \$ - | \$ 516,000 | \$ 258,000 | \$ - |

HCA assumes the project will end after the report is submitted and all follow-up questions are answered. If not, additional funding will be needed to continue this work.

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

HCA Fiscal Note

Bill Number: SHB 1435

HCA Request #: 23-189

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.

Individual State Agency Fiscal Note

| | | |
|-------------------------------|--|---|
| Bill Number: 1435 S HB | Title: Home care safety net assess. | 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: Julie Tran | Phone: 360-786-7283 | Date: 03/03/2023 |
| Agency Preparation: Mitchell Close | Phone: 3600000000 | Date: 03/07/2023 |
| Agency Approval: Dan Winkley | Phone: 360-902-8236 | Date: 03/07/2023 |
| OFM Review: Breann Boggs | Phone: (360) 485-5716 | Date: 03/07/2023 |

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.

This substitute 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.