

Multiple Agency Fiscal Note Summary

Bill Number: 1407 HB	Title: Dev. disability/eligibility
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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 Health Care Authority	0	0	798,000	0	0	2,331,000	0	0	3,864,000
Department of Social and Health Services	0	0	484,000	0	0	1,512,000	0	0	1,938,000
Total \$	0	0	1,282,000	0	0	3,843,000	0	0	5,802,000

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	797,000	797,000	1,595,000	.0	2,328,000	2,328,000	4,659,000	.0	3,858,000	3,858,000	7,722,000
Department of Social and Health Services	.0	392,000	392,000	876,000	.0	1,111,000	1,111,000	2,623,000	.0	1,434,000	1,434,000	3,372,000
Total \$	0.0	1,189,000	1,189,000	2,471,000	0.0	3,439,000	3,439,000	7,282,000	0.0	5,292,000	5,292,000	11,094,000

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
Total \$	0.0	0	0	0.0	0	0	0.0	0	0

Estimated Capital Budget Breakout

NONE

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Date Published:
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Individual State Agency Fiscal Note

Bill Number: 1407 HB	Title: Dev. disability/eligibility	Agency: 107-Washington State Health Care Authority
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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
General Fund-Federal 001-2	208,000	590,000	798,000	2,331,000	3,864,000
Total \$	208,000	590,000	798,000	2,331,000	3,864,000

Estimated Operating Expenditures from:

	FY 2024	FY 2025	2023-25	2025-27	2027-29
Account					
General Fund-State 001-1	207,000	590,000	797,000	2,328,000	3,858,000
General Fund-Federal 001-2	208,000	590,000	798,000	2,331,000	3,864,000
Total \$	415,000	1,180,000	1,595,000	4,659,000	7,722,000

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: 01/19/2023
Agency Preparation: Sue Eckroth	Phone: 360-725-1899	Date: 03/14/2023
Agency Approval: SUMAN MAJUMDAR	Phone: 360-725-1319	Date: 03/14/2023
OFM Review: Jason Brown	Phone: (360) 742-7277	Date: 03/16/2023

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 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.

See attached narrative.

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 narrative.

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	207,000	590,000	797,000	2,328,000	3,858,000
001-2	General Fund	Federal	208,000	590,000	798,000	2,331,000	3,864,000
Total \$			415,000	1,180,000	1,595,000	4,659,000	7,722,000

III. B - Expenditures by Object Or Purpose

	FY 2024	FY 2025	2023-25	2025-27	2027-29
FTE Staff Years					
A-Salaries and Wages					
B-Employee Benefits					
C-Professional Service Contracts					
E-Goods and Other Services					
G-Travel					
J-Capital Outlays					
M-Inter Agency/Fund Transfers					
N-Grants, Benefits & Client Services	415,000	1,180,000	1,595,000	4,659,000	7,722,000
P-Debt Service					
S-Interagency Reimbursements					
T-Intra-Agency Reimbursements					
9-					
Total \$	415,000	1,180,000	1,595,000	4,659,000	7,722,000

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)

Program	FY 2024	FY 2025	2023-25	2025-27	2027-29
HCA Other (200)	415,000	1,180,000	1,595,000	4,659,000	7,722,000
Total \$	415,000	1,180,000	1,595,000	4,659,000	7,722,000

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 1407 Revision 1

HCA Request #: 23-148

Part II: Narrative Explanation

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

This bill relates to maintaining eligibility for developmental disability services and amending RCW 71A.16.040 Determination of Eligibility – Notice – Rules for Redetermination.

Section 1(3) is updated to read:

- The Department of Social and Health Services (DSHS) may establish rules for redetermination of eligibility for services under this title; however, the rules may not terminate or require redetermination of eligibility for a child under the age of 18 based solely on the child's age if the child has been determined to be eligible for services on or after the child's third birthday.

II. B - Cash Receipts Impact

Fiscal impacts associated with this bill would be eligible for approximately 50 percent Federal Financial Participation.

II. B - Estimated Cash Receipts to:

ACCOUNT	FY-2024	FY-2025	FY-2026	FY-2027	FY-2028	FY-2029	2023-25	2025-27	2027-29
General Fund-Medicaid 001-C	208,000	590,000	974,000	1,357,000	1,740,000	2,124,000	798,000	2,331,000	3,864,000
Totals	\$ 208,000	\$ 590,000	\$ 974,000	\$ 1,357,000	\$ 1,740,000	\$ 2,124,000	\$ 798,000	\$ 2,331,000	\$ 3,864,000

II. C – Expenditures

This bill states that termination or re-determination of DSHS Developmental Disabilities Administration (DDA) eligibility before age 18 will not be based solely on age if a child is determined to be eligible after age three. Currently such determinations are made at age three and age 10. The proposed policy would remove the redetermination at age 10, which will allow more clients to remain DDA eligible through age 18. This bill does not change the Medicaid eligibility determinations.

The fiscal impact of the change to DDA eligibility is calculated as the additional costs associated with the additional clients estimated to remain eligible for DDA services. Based on estimates received from the DSHS, it is assumed that the proposed policy would add an average of four clients to the monthly DDA caseload each month. It is also assumed that clients would maintain eligibility and remain in the caseload through the next redetermination, which would occur at age 18. Using the observed per member per month expenditures for clients between the ages of 11 and 18 during CY 2021 as a proxy, each of the additional clients is expected to generate about \$1,280 in expenditures per month.

Assuming a start date of July 1, 2023, the Washington state Health Care Authority (HCA) estimates the total fiscal impact to be \$415,000 in FY 2024, \$1,180,000 in FY 2025, \$1,947,000 in FY 2026, \$2,712,000 in FY 2027, \$3,478,000 in FY 2028, and \$4,244,000 in FY 2029. The General Fund-State share of the impact estimated to be \$207,000 in FY 2024, \$590,000 in FY 2025, \$973,000 in FY 2026, \$1,355,000 in FY 2027, \$1,738,000 in FY 2028, and \$2,120,000 in FY 2029.

HCA Fiscal Note

Bill Number: HB 1407 Revision 1

HCA Request #: 23-148

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	207,000	590,000	973,000	1,355,000	1,738,000	2,120,000	797,000	2,328,000	3,858,000
001-C	General Fund	Medicaid	208,000	590,000	974,000	1,357,000	1,740,000	2,124,000	798,000	2,331,000	3,864,000
Totals			\$ 415,000	\$ 1,180,000	\$ 1,947,000	\$ 2,712,000	\$ 3,478,000	\$ 4,244,000	\$ 1,595,000	\$ 4,659,000	\$ 7,722,000

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
N	Grants, Benefits & Client Services	415,000	1,180,000	1,947,000	2,712,000	3,478,000	4,244,000	1,595,000	4,659,000	7,722,000
Totals		\$ 415,000	\$ 1,180,000	\$ 1,947,000	\$ 2,712,000	\$ 3,478,000	\$ 4,244,000	\$ 1,595,000	\$ 4,659,000	\$ 7,722,000

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	415,000	1,180,000	1,947,000	2,712,000	3,478,000	4,244,000	1,595,000	4,659,000	7,722,000
Totals		\$ 415,000	\$ 1,180,000	\$ 1,947,000	\$ 2,712,000	\$ 3,478,000	\$ 4,244,000	\$ 1,595,000	\$ 4,659,000	\$ 7,722,000

Part IV: Capital Budget Impact

None.

Part V: New Rule Making Required

None.

Individual State Agency Fiscal Note

Revised

Bill Number: 1407 HB	Title: Dev. disability/eligibility	Agency: 300-Department of Social and Health Services
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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
General Fund-Federal 001-2	131,000	353,000	484,000	1,512,000	1,938,000
Total \$	131,000	353,000	484,000	1,512,000	1,938,000

Estimated Operating Expenditures from:

Account	FY 2024	FY 2025	2023-25	2025-27	2027-29
General Fund-State 001-1	106,000	286,000	392,000	1,111,000	1,434,000
General Fund-Federal 001-2	131,000	353,000	484,000	1,512,000	1,938,000
Total \$	237,000	639,000	876,000	2,623,000	3,372,000

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: 01/19/2023
Agency Preparation: Mitchell Close	Phone: 3600000000	Date: 03/14/2023
Agency Approval: Dan Winkley	Phone: 360-902-8236	Date: 03/14/2023
OFM Review: Breann Boggs	Phone: (360) 485-5716	Date: 03/16/2023

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 RCW 71A.16.040 to add that termination or re-determination of Developmental Disabilities Administration (DDA) eligibility before age 18 will not be based solely on age if a child is determined to be eligible to be a DDA client after age three.

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.

A portion of the costs incurred to implement this legislation will be funded with federal Title XIX - Medicaid funds.

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.

This fiscal note assumes 50 kids per year who would have previously been found ineligible would now be able to continue their services. Of these 50 kids, 50 percent would receive personal care services and the other 50 percent would be placed on the Individual and Family Services (IFS) waiver.

For personal care, the cost is assumed to be \$30 per hour with clients receiving 40 hours per month. Clients would be phased in over 12 months, resulting in the below total cost per year.

- FY24: \$198,000
- FY25: \$561,000
- FY26: \$924,000
- FY27: \$1,289,000
- FY28 and beyond: \$1,452,000

For IFS, clients are assumed to be eligible per year for \$1,560. There is no phasing since IFS is based upon a yearly amount. The cost per year is below.

- FY24: \$39,000
- FY25: \$78,000
- FY26: \$176,000
- FY27 and beyond: \$234,000

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	106,000	286,000	392,000	1,111,000	1,434,000
001-2	General Fund	Federal	131,000	353,000	484,000	1,512,000	1,938,000
Total \$			237,000	639,000	876,000	2,623,000	3,372,000

III. B - Expenditures by Object Or Purpose

	FY 2024	FY 2025	2023-25	2025-27	2027-29
FTE Staff Years					
A-Salaries and Wages					
B-Employee Benefits					
C-Professional Service Contracts					
E-Goods and Other Services					
G-Travel					
J-Capital Outlays					
M-Inter Agency/Fund Transfers					
N-Grants, Benefits & Client Services	237,000	639,000	876,000	2,623,000	3,372,000
P-Debt Service					
S-Interagency Reimbursements					
T-Intra-Agency Reimbursements					
9-					
Total \$	237,000	639,000	876,000	2,623,000	3,372,000

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)

Program	FY 2024	FY 2025	2023-25	2025-27	2027-29
Developmental Disabilities Administration (040)	237,000	639,000	876,000	2,623,000	3,372,000
Total \$	237,000	639,000	876,000	2,623,000	3,372,000

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.

New or amended rules will be needed to implement this legislation.