

Individual State Agency Fiscal Note

Bill Number: 1676 S HB	Title: Special ed. early support	Agency: 307-Department of Children, Youth, and Families
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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
Account					
General Fund-State 001-1	24,941,000	27,092,000	52,033,000	54,184,000	54,184,000
Total \$	24,941,000	27,092,000	52,033,000	54,184,000	54,184,000

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.

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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.

Comparison of 1676 HB to 1676 SHB:

Section 1(2)(a) reduces the multiplier for the Early Support for Infants and Toddlers (ESIT) funding formula from 1.38 to 1.25.

Section 1(2)(c) Changes from a child is receiving services within the same month as the monthly count day, which must take place on the last business day of the month, to "the child is receiving services on the monthly count day or has newly started receiving services at any point during the month."

1676 SHB

Section 1(2)(a) changes the multiplier for the Early Support for Infants and Toddlers (ESIT) funding formula to 1.25 times the per pupil special education basic education allocation rate for the prototypical K-12 school from 1.15.

Section 1(2)(c) changes the way a child is considered to have received services for the purposes of ESIT funding. The child is receiving services on the monthly count day or has newly started receiving services at any point during the month.

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.

None.

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 (DCYF) estimates a cost of \$52,033,000 GF-S for the 23-25 Biennium.

Section 2(a)

This section of the bill increases funding for ESIT by changing the funding formula multiplier from 1.15 to 1.25. DCYF estimates a cost of \$25,227,000 for the 2023-25 Biennium based on the February 2023 Caseload Forecast Council (CFC) caseload and the November 2022 estimated special education basic education allocation (SpEd BEA) rates for each year, times the difference between 1.25 and 1.15.

For FY24, the cost is estimated at \$12,092,000, based on the difference between the 1.25 and 1.15 multipliers X the February 2023 CFC caseload of 11,649 X the November 2022 estimate of the SpEd BEA rate of \$10,381.

For FY25, the cost is estimated at \$13,135,000, based on the difference between the 1.25 and 1.15 multipliers X the February 2023 CFC caseload of 12,226 X the November 2022 estimate of the SpEd BEA rate of \$10,744.

Section 2(c)

DCYF estimates a cost of \$26,806,000.

Section 2(c) defines a child as receiving services on the monthly count day or has newly started receiving services at any point during the month. DCYF currently uses the first business day of the month as monthly count day. The costs assume monthly count day to remain the first business day of the month, plus children who have newly started receiving services from the program at any point during the month.

For FY24, the cost is \$12,849,000 based on an increase of 8.5 percent X the February 2023 CFC caseload of 11,649/100 X the November 2022 estimate of the SpEd BEA rate of \$10,381 X the 1.25 multiplier.

For FY25, the cost is \$13,957,000 based on an increase of 8.5 percent X the February 2023 CFC caseload of 12,226/100 X the November 2022 estimate of the SpEd BEA rate of \$10,774 X the 1.25 multiplier.

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	24,941,000	27,092,000	52,033,000	54,184,000	54,184,000
Total \$			24,941,000	27,092,000	52,033,000	54,184,000	54,184,000

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	24,941,000	27,092,000	52,033,000	54,184,000	54,184,000
P-Debt Service					
S-Interagency Reimbursements					
T-Intra-Agency Reimbursements					
9-					
Total \$	24,941,000	27,092,000	52,033,000	54,184,000	54,184,000

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
Early Learning (030)	24,941,000	27,092,000	52,033,000	54,184,000	54,184,000
Total \$	24,941,000	27,092,000	52,033,000	54,184,000	54,184,000

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.