

# Individual State Agency Fiscal Note

<b>Bill Number:</b> 1676 HB	<b>Title:</b> Special ed. early support	<b>Agency:</b> 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
<b>Account</b>					
General Fund-State      001-1	43,808,000	47,243,000	91,051,000	94,486,000	94,486,000
<b>Total \$</b>	43,808,000	47,243,000	91,051,000	94,486,000	94,486,000

### 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.*

HB 1676 is an Act relating to special education early support for infants and toddlers; and amends RCW 43.216.580.

Section 2(a) changes the multiplier for the ESIT funding formula from 1.15 times the special education basic education allocation rate, to 1.38.

Section 2(c) changes the way a child receiving services is defined for the purposes of ESIT funding. The definition is changed from a child received early intervention services if the child has received services within a month prior to the monthly count day to "the same month as" the monthly count day. This section specifies that the monthly count day must take place last on the last business day of 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 \$91,051,000 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 1.38. DCYF estimates a cost of \$57,121,000 for the 2023-25 Biennium based on the February Caseload Forecast Council (CFC) ESIT caseload and estimated special education basic education allocation (SpEd BEA) rates for each year, times the difference between 1.38 and 1.15. This is the cost of increasing the SpEd BEA rate multiplier for the current caseload.

For FY 2024, the cost is estimated at \$27,483,000 based on the difference between the 1.38 and 1.15 multipliers X the February 2023 CFC caseload of 11,649 X the February 2023 estimate of the SpEd BEA rate of \$10,258.

For FY 2025, the cost is estimated at \$29,638,000, based on the difference between the 1.38 and 1.15 multipliers X the February 2023 caseload of 12,226 X the February 2023 estimate of the SpEd BEA rate of \$10,540.

Section 2(c)

DCYF estimates a cost of DCYF estimates a total cost of \$33,930,000 to implement the changes to caseload anticipated under this section of the bill.

Section 2(c) requires DCYF to change the monthly count day as the last business day of the month and children who received services within the same month as the monthly count day. This change has the effect of including children present on the last business day of the month plus any child who received services within the month but exited before the last business day of the month.

For FY 2024, the cost is \$16,325,000 based on an increase of 9.9% percent X the February 2023 CFC caseload of 11,649 X the February 2023 estimate of the SpEd BEA rate of \$10,258 X 1.38.

For FY 2025, the cost is \$17,605,000 based on an increase of 9.9% percent X the February 2023 CFC caseload of 12,226 X the February 2023 estimate of the SpEd BEA rate of \$10,540 X 1.38.

**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	43,808,000	47,243,000	91,051,000	94,486,000	94,486,000
<b>Total \$</b>			43,808,000	47,243,000	91,051,000	94,486,000	94,486,000

**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	43,808,000	47,243,000	91,051,000	94,486,000	94,486,000
P-Debt Service					
S-Interagency Reimbursements					
T-Intra-Agency Reimbursements					
9-					
<b>Total \$</b>	43,808,000	47,243,000	91,051,000	94,486,000	94,486,000

**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)	43,808,000	47,243,000	91,051,000	94,486,000	94,486,000
<b>Total \$</b>	43,808,000	47,243,000	91,051,000	94,486,000	94,486,000

**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.*