

Individual State Agency Fiscal Note

Bill Number: 2279 HB	Title: Dev. disabilities waiver use	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		165,000	165,000	242,000	242,000
Total \$		165,000	165,000	242,000	242,000

Estimated Operating Expenditures from:

	FY 2024	FY 2025	2023-25	2025-27	2027-29
FTE Staff Years	0.0	2.5	1.3	2.0	2.0
Account					
General Fund-State 001-1	0	200,000	200,000	308,000	308,000
General Fund-Federal 001-2	0	165,000	165,000	242,000	242,000
Total \$	0	365,000	365,000	550,000	550,000

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.

Section 1 requires the Department of Social and Health Services (DSHS) to prioritize individuals with developmental disabilities aged 45 or older, individuals with developmental disabilities who have been hospitalized without medical necessity due to lack of services, and individuals discharging from residential habilitation centers (RHCs) when enrolling clients in open home and community-based services (HCBS) waiver slots and HCBS services.

Section 2 requires DSHS by July 1, 2027, to enroll clients in unused HCBS waiver slots until fully utilized and expand provider capacity for waiver services so enrolled clients can elect to participate in all services available through the waiver.

Section 3 requires that DSHS report to the legislature by October 1, 2024, on the current HCBS waiver utilization and inadequate provider capacity for HCBS services. The report must also include a plan to fully utilize HCBS waivers and have full access to services by July 1, 2027, as well as identifying any barriers to identifying eligible clients and connecting clients with waiver services. The report should also identify solutions to those barriers, including any legislative, administrative, or fiscal changes. This section also requires DSHS to submit a report to the legislature by October 1, 2025, and annually until October 1, 2027, detailing progress towards full utilization of HCBS waivers.

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.

Section 2 of the bill directs the Developmental Disabilities Administration (DDA) to fully utilize all available waiver slots and to expand waiver service provider capacity within existing resources, so there is no fiscal model for this section.

Section 3 directs DDA to report to the legislature annually through October 2027 regarding waiver utilization, provider capacity, and DDA's plan to achieve full utilization of its waivers. This work will require additional FTEs:

- 1.0 WMS 2 - Program Manager FTE to provide oversight and direction of the reporting requirements outlined in Section 3
- 1.0 Management Analyst 4 FTE to conduct data collection and analysis.
- 0.5 IT App Development - Journey FTE to document and implement changes needed to the assessment system that case managers use when they meet and interview clients to determine functional eligibility for services. This position would be located in the Aging and Long-Term Support Administration (AL TSA) and last from January 2025 through June 2025.

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	0	200,000	200,000	308,000	308,000
001-2	General Fund	Federal	0	165,000	165,000	242,000	242,000
Total \$			0	365,000	365,000	550,000	550,000

III. B - Expenditures by Object Or Purpose

	FY 2024	FY 2025	2023-25	2025-27	2027-29
FTE Staff Years		2.5	1.3	2.0	2.0
A-Salaries and Wages		238,000	238,000	368,000	368,000
B-Employee Benefits		80,000	80,000	126,000	126,000
C-Professional Service Contracts					
E-Goods and Other Services		15,000	15,000	24,000	24,000
G-Travel		10,000	10,000	16,000	16,000
J-Capital Outlays		12,000	12,000		
M-Inter Agency/Fund Transfers					
N-Grants, Benefits & Client Services					
P-Debt Service					
S-Interagency Reimbursements					
T-Intra-Agency Reimbursements		10,000	10,000	16,000	16,000
9-					
Total \$	0	365,000	365,000	550,000	550,000

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
IT App Development - Journey	107,159		0.5	0.3		
Management Analyst 4	88,804		1.0	0.5	1.0	1.0
WMS 2 (Program Manager)	95,148		1.0	0.5	1.0	1.0
Total FTEs			2.5	1.3	2.0	2.0

III. D - Expenditures By Program (optional)

Program	FY 2024	FY 2025	2023-25	2025-27	2027-29
Developmental Disabilities Administration (040)		287,000	287,000	550,000	550,000
Aging and Long-Term Support Administration (050)		78,000	78,000		
Total \$		365,000	365,000	550,000	550,000

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.