

Multiple Agency Fiscal Note Summary

Bill Number: 2336 HB	Title: Stem cell research
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Estimated Cash Receipts

Agency Name	2003-05		2005-07		2007-09	
	GF- State	Total	GF- State	Total	GF- State	Total
Office of Attorney General	0	50,674	0	76,011	0	12,669
Total \$	0	50,674	0	76,011	0	12,669

Local Gov. Courts *						
Local Gov. Other **						
Local Gov. Total						

Estimated Expenditures

Agency Name	2003-05			2005-07			2007-09		
	FTEs	GF-State	Total	FTEs	GF-State	Total	FTEs	GF-State	Total
Office of Attorney General	.2	0	50,674	.2	0	76,011	.0	0	12,669
Department of Health	.9	313,000	313,000	1.8	420,000	420,000	.4	86,000	86,000
Total	1.1	\$313,000	\$363,674	2.0	\$420,000	\$496,011	0.4	\$86,000	\$98,669

Local Gov. Courts *									
Local Gov. Other **									
Local Gov. Total									

PLEASE NOTE: The costs reported on the OAG's fiscal note (\$50,674 and \$76,011 and \$12,699 for bienniums 2003-05, 05-07, and 07-09 respectively) are repeated within the total costs reported on DOH's fiscal note. This is because both agencies require appropriation authority in their respective funds for these activities. E.S.Greef, OFM

Prepared by: Elise Greef, OFM	Phone: 360-902-0539	Date Published: Final 1/21/2004
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* See Office of the Administrator for the Courts judicial fiscal note

** See local government fiscal note

Individual State Agency Fiscal Note

Bill Number: 2336 HB	Title: Stem cell research	Agency: 100-Office of Attorney General
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Part I: Estimates

☐ No Fiscal Impact

Estimated Cash Receipts to:

FUND	FY 2004	FY 2005	2003-05	2005-07	2007-09
Legal Services Revolving Account-State 405-1		50,674	50,674	76,011	12,669
Total \$		50,674	50,674	76,011	12,669

Estimated Expenditures from:

	FY 2004	FY 2005	2003-05	2005-07	2007-09
FTE Staff Years	0.0	0.3	0.2	0.2	0.0
Fund					
Legal Services Revolving Account-State 405-1	0	50,674	50,674	76,011	12,669
Total \$	0	50,674	50,674	76,011	12,669

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: Chris Blake	Phone: 360-786-7392	Date: 01/14/2004
Agency Preparation: Linda Moran	Phone: 360 753-2619	Date: 01/15/2004
Agency Approval: Steve Nielson	Phone: 360-753-2516	Date: 01/20/2004
OFM Review: Robin Campbell	Phone: 360-902-0575	Date: 01/21/2004

Part II: Narrative Explanation

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

Briefly describe, by section number, the significant provisions of the bill, and any related workload or policy assumptions, that have revenue or expenditure impact on the responding agency.

This bill identifies stem cell research as something that can create great benefits for illnesses that impact citizens and recognizes that many research companies are in Washington state. It prohibits cloning of human beings. The bill requires the Department of Health (DOH) to create guidelines for stem cell research by January 2006. DOH must also report annually to the legislature on stem cell research activity. The bill also creates a stem cell research advisory committee supported by DOH.

Sections 4 through 6 of this bill expire on January 1, 2008.

II. B - Cash receipts Impact

Briefly describe and quantify the cash receipts impact of the legislation on the responding agency, identifying the cash receipts provisions by section number and when appropriate the detail of the revenue sources. Briefly describe the factual basis of the assumptions and the method by which the cash receipts impact is derived. Explain how workload assumptions translate into estimates. Distinguish between one time and ongoing functions.

It is assumed the that Dept. of Health will be billed and that they will pay.

II. C - Expenditures

Briefly describe the agency expenditures necessary to implement this legislation (or savings resulting from this legislation), identifying by section number the provisions of the legislation that result in the expenditures (or savings). Briefly describe the factual basis of the assumptions and the method by which the expenditure impact is derived. Explain how workload assumptions translate into cost estimates. Distinguish between one time and ongoing functions.

The legal services needed to support DOH and the advisory committee will be 0.30 Attorney FTE for the first two fiscal years to help establish the committee and address the legal issues that usually accompany the startup of a new board or commission, including assisting DOH in creating the stem cell research guidelines, rule-making, answering questions related to process and procedures and scope of department and committee authority. Once the startup issues have been addressed continuing support of 0.15 AAG FTE will be needed to provide advice and other legal representation for the committee.

Part III: Expenditure Detail

III. A - Expenditures by Object Or Purpose

	FY 2004	FY 2005	2003-05	2005-07	2007-09
FTE Staff Years		0.30	0.2	0.2	0.0
A-Salaries and Wages		21,960	21,960	32,940	5,490
B-Employee Benefits		4,831	4,831	7,247	1,208
C-Personal Service Contracts					
E-Goods and Services		17,455	17,455	26,182	4,364
G-Travel		6,428	6,428	9,642	1,607
J-Capital Outlays					
M-Inter Agency/Fund Transfers					
N-Grants, Benefits & Client Services					
P-Debt Service					
S-Interagency Reimbursements					
T-Intra-Agency Reimbursements					
Total:	\$0	\$50,674	\$50,674	\$76,011	\$12,669

III. B - 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 2004	FY 2005	2003-05	2005-07	2007-09
Attorney	73,200		0.3	0.2	0.2	0.0
Total FTE's			0.3	0.2	0.2	0.0

Part IV: Capital Budget Impact

Part V: New Rule Making Required

Identify provisions of the measure that require the agency to adopt new administrative rules or repeal/revise existing rules.

Individual State Agency Fiscal Note

Bill Number: 2336 HB	Title: Stem cell research	Agency: 303-Department of Health
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Part I: Estimates

☐ No Fiscal Impact

Estimated Cash Receipts to:

FUND					
Total \$					

Estimated Expenditures from:

	FY 2004	FY 2005	2003-05	2005-07	2007-09
FTE Staff Years	0.0	1.8	0.9	1.8	0.4
Fund					
General Fund-State 001-1	0	313,000	313,000	420,000	86,000
Total \$	0	313,000	313,000	420,000	86,000

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: Chris Blake	Phone: 360-786-7392	Date: 01/14/2004
Agency Preparation: Amy Ferris	Phone: 360-236-3927	Date: 01/21/2004
Agency Approval: Terry Davis	Phone: 360-236-4530	Date: 01/21/2004
OFM Review: Elise Greef	Phone: 360-902-0539	Date: 01/21/2004

Part II: Narrative Explanation

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

Briefly describe, by section number, the significant provisions of the bill, and any related workload or policy assumptions, that have revenue or expenditure impact on the responding agency.

- Adding a new chapter in Title 70 RCW to permit stem cell research to
- *Direct DOH to develop guidelines for stem cell research by January 1, 2006
 - *Direct DOH to review IRB reports (expiring by January 1, 2008)
 - *Direct DOH report to legislature annually (expiring by January 1, 2008)
 - *Direct DOH to establish and maintain an anonymous registry of embryos that are available for research
 - *Establish a human stem cell research advisory committee (expiring by January 1, 2008)

II. B - Cash receipts Impact

Briefly describe and quantify the cash receipts impact of the legislation on the responding agency, identifying the cash receipts provisions by section number and when appropriate the detail of the revenue sources. Briefly describe the factual basis of the assumptions and the method by which the cash receipts impact is derived. Explain how workload assumptions translate into estimates. Distinguish between one time and ongoing functions.

II. C - Expenditures

Briefly describe the agency expenditures necessary to implement this legislation (or savings resulting from this legislation), identifying by section number the provisions of the legislation that result in the expenditures (or savings). Briefly describe the factual basis of the assumptions and the method by which the expenditure impact is derived. Explain how workload assumptions translate into cost estimates. Distinguish between one time and ongoing functions.

Section 4:
This bill requires DOH to develop guidelines for stem cell research. For the purpose of this fiscal note, DOH is assuming they would contract with the University of Washington Health Policy and Analysis Program to develop these guidelines. The contract amount is estimated at \$94,500 in FY05 and \$47,250 in FY06. (Assuming work begins July 2004 and runs through January 1, 2006).

Section 4 & 7:
This bill also requires DOH to reveiw IRB reports, report to the legislature annually, and to establish and maintain an anonymous registry of embryos that are available for research. To conduct these activities, DOH would require 1.5 FTEs: 1.0 FTE Health Services Consultant 4 and 0.5 FTE Secretary Administrative. Expenditures for these staff would include salary, benefits, supplies, communication costs, computers, rent, office furniture, and travel. Funds for printing reports and postage would also be required.

In addition, these staff would organize meetings of the human stem cell research advisory committee (13 members, to be appointed by the secretary of health). Costs for an estimated 4 meetings per year would include meeting room rental, light refreshments/lunch, and travel reimbursement for committee members.

After consultation with the Attorney Generals Office (AG), DOH would need to consult with the AG to help establish the advisory committee and address the legal issues that usually accompany the startup of a new board or commission, including creating the stem cell research guidelines, rule-making, answering questions related to process and procedures and scope of department and committee authority. Once the startup issues have been addressed continuing support will be needed to provide advice and other legal representation for the committee.

Increased administrative workload with this legislation will require additional staff in FY05. The increased staff needed will include a .30 FTE Financial Analyst 3 (FA3) in FY05 - 06, .20 FTE FA3 in FY07, and .10 FTE FA3 in FY08.

Part III: Expenditure Detail

III. A - Expenditures by Object Or Purpose

	FY 2004	FY 2005	2003-05	2005-07	2007-09
FTE Staff Years		1.80	0.9	1.8	0.4
A-Salaries & Wages		91,000	91,000	177,000	43,000
B-Employee Benefits		21,000	21,000	41,000	10,000
C-Personal Serv Contr		95,000	95,000	47,000	
E-Goods and Services		99,000	99,000	142,000	30,000
G-Travel		5,000	5,000	9,000	2,000
J-Capital Outlays					
M-Inter Agency Fund Transfers					
N-Grants, Benefits Services					
P-Debt Service					
S-Interagency Reimbursement					
T-Intra-Agency Reimbursement		2,000	2,000	4,000	1,000
Total:	\$0	\$313,000	\$313,000	\$420,000	\$86,000

III. B - 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 2004	FY 2005	2003-05	2005-07	2007-09
Financial Analyst 3	46,992		0.3	0.2	0.3	0.1
Hlth Services Consultant 4	58,656		1.0	0.5	1.0	0.3
Secretary Administrative	35,808		0.5	0.3	0.5	0.1
Total FTE's			1.8	0.9	1.8	0.4

III. C - Expenditures By Program (optional)

Program	FY 2004	FY 2005	2003-05	2005-07	2007-09
Community & Family Health (070)		288,000	288,000	378,000	76,000
Administration (090)		25,000	25,000	42,000	10,000
Total \$		313,000	313,000	420,000	86,000

Part IV: Capital Budget Impact

Part V: New Rule Making Required

Identify provisions of the measure that require the agency to adopt new administrative rules or repeal/revise existing rules.

The bill states that DOH may develop new rules, but does not require them. To properly implement the bill, particularly regarding compiling IRB reports and establishing an embryo registry, new rules would need to be developed to specify:
 *Who must submit IRB reports (public and privately funded stem cell researchers), what information should be reported, as well as how to submit the information.

*Who must report availability of embryos for research, and how to report the information.