



GOVERNOR'S OFFICE OF
BUDGET AND PROGRAM PLANNING

Fiscal Note 2015 Biennium

Bill # HB0236

Title: Eliminate license exemption for certain private adolescent treatment programs

Primary Sponsor: Hill, Ellie Boldman

Status: As Introduced

- Significant Local Gov Impact
 Needs to be included in HB 2
 Technical Concerns
 Included in the Executive Budget
 Significant Long-Term Impacts
 Dedicated Revenue Form Attached

FISCAL SUMMARY

	<u>FY 2014 Difference</u>	<u>FY 2015 Difference</u>	<u>FY 2016 Difference</u>	<u>FY 2017 Difference</u>
Expenditures:				
State Special Revenue	\$1,684	\$0	\$0	\$0
Revenue:				
State Special Revenue	\$1,684	\$0	\$0	\$0
Net Impact-General Fund Balance:	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>

Description of fiscal impact: The fiscal impact of this legislation is the associated costs for the Board of Private Alternative Adolescent Residential or Outdoor Programs.

FISCAL ANALYSIS

Assumptions:

1. This legislation will repeal the exemption for licensure that is currently in place for an organization, boarding school, or residential school that is an adjunct ministry of a church incorporated in the State of Montana.
2. Research by the Department indicates that there are presently three known schools or programs in Montana that would be affected by this legislation and would need to be licensed under the PAARP board.
3. An additional cost to the board will be inspection of the programs as required by statute. Two inspectors from the department will travel to the programs, perform inspections, and prepare reports for the board. If programs are located in the same geographic area, the inspections would be combined. This assumption is that the programs would be inspected on separate trips. Due to the location of many programs, it is estimated there would be one overnight stay for each inspection requiring lodging, meal allowance, motor pool costs, and personal services. The total cost of inspections is estimated to be \$1,684 in FY 2014.

4. Fees for licensure for the programs are set by average daily census. Fees will depend upon the census counts of the programs at the time of application if this legislation passes.
5. Then inspections are to take place every three years unless the program is under the auspices of a national entity like a school accreditation agency that also performs an inspection, which the board will accept in lieu of an additional inspection. For these types of organizations, re-inspection would generally not take place unless there is a complaint, as they generally would fall under the auspices of such a national entity.

	<u>FY 2014 Difference</u>	<u>FY 2015 Difference</u>	<u>FY 2016 Difference</u>	<u>FY 2017 Difference</u>
<u>Fiscal Impact:</u>				
<u>Expenditures:</u>				
Personal Services	\$960	\$0	\$0	\$0
Operating Expenses	\$724	\$0	\$0	\$0
TOTAL Expenditures	<u><u>\$1,684</u></u>	<u><u>\$0</u></u>	<u><u>\$0</u></u>	<u><u>\$0</u></u>
<u>Funding of Expenditures:</u>				
State Special Revenue (02)	\$1,684	\$0	\$0	\$0
TOTAL Funding of Exp.	<u><u>\$1,684</u></u>	<u><u>\$0</u></u>	<u><u>\$0</u></u>	<u><u>\$0</u></u>
<u>Revenues:</u>				
State Special Revenue (02)	\$1,684	\$0	\$0	\$0
TOTAL Revenues	<u><u>\$1,684</u></u>	<u><u>\$0</u></u>	<u><u>\$0</u></u>	<u><u>\$0</u></u>
<u>Net Impact to Fund Balance (Revenue minus Funding of Expenditures):</u>				
State Special Revenue (02)	\$0	\$0	\$0	\$0

Sponsor's Initials

Date

Budget Director's Initials

Date