



GOVERNOR'S OFFICE OF
BUDGET AND PROGRAM PLANNING

Fiscal Note 2025 Biennium

Bill information:

HB0218 - Revise private alternative adolescent residential or outdoor programs laws (Smith, Laura)

Status: As Amended in House Committee

- | | | |
|---|--|--|
| <input type="checkbox"/> Significant Local Gov Impact | <input checked="" type="checkbox"/> Needs to be included in HB 2 | <input checked="" type="checkbox"/> Technical Concerns |
| <input type="checkbox"/> Included in the Executive Budget | <input type="checkbox"/> Significant Long-Term Impacts | <input type="checkbox"/> Dedicated Revenue Form Attached |

FISCAL SUMMARY

	<u>FY 2024</u> <u>Difference</u>	<u>FY 2025</u> <u>Difference</u>	<u>FY 2026</u> <u>Difference</u>	<u>FY 2027</u> <u>Difference</u>
Expenditures:				
General Fund	\$0	\$0	\$0	\$0
State Special Revenue	\$13,556	\$13,556	\$13,750	\$13,926
Revenue:				
General Fund	\$0	\$0	\$0	\$0
State Special Revenue	\$13,556	\$13,556	\$13,750	\$13,926
Net Impact-General Fund Balance:	\$0	\$0	\$0	\$0

Description of fiscal impact: HB 218 Section 2 requires the Department of Public Health and Human Services (DPHHS/department) to make periodic visits to all licensed Private Alternative Adolescent Residential or Outdoor Programs (PAARPs) each calendar quarter to ensure that minimum standards are maintained. As amended, the bill requires the department to interview all youth enrolled in a PAARP visit, which increases the cost to the state.

FISCAL ANALYSIS

Assumptions:

1. The Department of Public Health and Human Service DPHHS is currently required to visit each of the seven licensed programs at least once every three years, however, as a policy DPHHS visits each licensed program once annually. As a result of HB 218 DPHHS would be required conduct three additional visits annually to each facility, which would result in 21 additional visits each year.
2. The average visit to each program requires staff to travel 500 miles round trip for the duration of two days.
3. Section 2(3)(c) requires the department to interview all youth enrolled in the program during each inspection. This will increase the average duration of each trip to four days.

4. DPHHS estimates that additional travel costs to meet the requirements of HB 218 will be \$13,556 in FY 2024 and \$13,556 in FY 2025. Annual costs for travel are estimated to increase by 1.5% in FY 2026 and FY 2027. See the table below for additional calculations.

	FY2024	FY2025	FY2026	FY2027
Mileage at \$0.655/Mile	\$ 327.50	\$ 327.50	\$ 332.41	\$ 337.40
Meals - \$30.50/day	\$ 122.00	\$ 122.00	\$ 123.83	\$ 123.83
Lodging - \$98/Night	\$ 196.00	\$ 196.00	\$ 198.94	\$ 201.92
Number of Additional Visits	21	21	21	21
Total Cost per Year	\$ 13,556	\$ 13,556	\$ 13,759	\$ 13,926

	<u>FY 2024</u> <u>Difference</u>	<u>FY 2025</u> <u>Difference</u>	<u>FY 2026</u> <u>Difference</u>	<u>FY 2027</u> <u>Difference</u>
<u>Fiscal Impact:</u>				
<u>Expenditures:</u>				
Operating Expenses	\$13,556	\$13,556	\$13,759	\$13,926
TOTAL Expenditures	\$13,556	\$13,556	\$13,759	\$13,926
<u>Funding of Expenditures:</u>				
General Fund (01)	\$0	\$0	\$0	\$0
State Special Revenue (02)	\$13,556	\$13,556	\$13,759	\$13,926
TOTAL Funding of Exp.	\$13,556	\$13,556	\$13,759	\$13,926
<u>Revenues:</u>				
General Fund (01)	\$0	\$0	\$0	\$0
State Special Revenue (02)	\$13,556	\$13,556	\$13,759	\$13,926
TOTAL Revenues	\$13,556	\$13,556	\$13,759	\$13,926
<u>Net Impact to Fund Balance (Revenue minus Funding of Expenditures):</u>				
General Fund (01)	\$0	\$0	\$0	\$0
State Special Revenue (02)	\$0	\$0	\$0	\$0

Technical Notes:

1. The PAARP program is funded with state special revenue through program fees. With the increased fiscal impact, fees would be raised to be commensurate with programmatic costs.

NOT SIGNED BY SPONSOR

Sponsor's Initials

Date



Budget Director's Initials

2-3-23

Date