

# Multiple Agency Fiscal Note Summary

<b>Bill Number:</b> 5502 S SB	<b>Title:</b> Sub. use disorder treatment
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## Estimated Cash Receipts

Agency Name	2023-25			2025-27			2027-29		
	GF-State	NGF-Outlook	Total	GF-State	NGF-Outlook	Total	GF-State	NGF-Outlook	Total
Washington State Health Care Authority	Non-zero but indeterminate cost and/or savings. Please see discussion.								
<b>Total \$</b>	0	0	0	0	0	0	0	0	0

## Estimated Operating Expenditures

Agency Name	2023-25				2025-27				2027-29			
	FTEs	GF-State	NGF-Outlook	Total	FTEs	GF-State	NGF-Outlook	Total	FTEs	GF-State	NGF-Outlook	Total
Washington State Health Care Authority	Non-zero but indeterminate cost and/or savings. Please see discussion.											
Department of Corrections	21.4	5,697,000	5,697,000	5,697,000	21.4	5,576,000	5,576,000	5,576,000	21.4	5,576,000	5,576,000	5,576,000
Department of Corrections	In addition to the estimate above, there are additional indeterminate costs and/or savings. Please see individual fiscal note.											
<b>Total \$</b>	21.4	5,697,000	5,697,000	5,697,000	21.4	5,576,000	5,576,000	5,576,000	21.4	5,576,000	5,576,000	5,576,000

## Estimated Capital Budget Expenditures

Agency Name	2023-25			2025-27			2027-29		
	FTEs	Bonds	Total	FTEs	Bonds	Total	FTEs	Bonds	Total
Washington State Health Care Authority	.0	0	0	.0	0	0	.0	0	0
Department of Corrections	.0	0	0	.0	0	0	.0	0	0
<b>Total \$</b>	0.0	0	0	0.0	0	0	0.0	0	0

## Estimated Capital Budget Breakout

**Prepared by:** Cynthia Hollimon, OFM

**Phone:**  
(360) 810-1979

**Date Published:**  
Final 2/23/2023

# Individual State Agency Fiscal Note

<b>Bill Number:</b> 5502 S SB	<b>Title:</b> Sub. use disorder treatment	<b>Agency:</b> 107-Washington State Health Care Authority
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## Part I: Estimates

**No Fiscal Impact**

### Estimated Cash Receipts to:

**Non-zero but indeterminate cost and/or savings. Please see discussion.**

### Estimated Operating Expenditures from:

**Non-zero but indeterminate cost and/or savings. Please see discussion.**

### 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.

Legislative Contact: Sarian Scott	Phone: 360-786-7729	Date: 02/08/2023
Agency Preparation: Cari Tikka	Phone: 360-725-1181	Date: 02/17/2023
Agency Approval: Cliff Hicks	Phone: 360-725-0875	Date: 02/17/2023
OFM Review: Robyn Williams	Phone: (360) 704-0525	Date: 02/20/2023

## 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.*

See attached narrative.

### 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.*

See attached narrative.

### 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.*

See attached narrative.

## Part III: Expenditure Detail

### III. A - Operating Budget Expenditures

Non-zero but indeterminate cost and/or savings. Please see discussion.

### III. B - Expenditures by Object Or Purpose

Non-zero but indeterminate cost and/or savings. Please see discussion.

**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)

NONE

## 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

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.*

## HCA Fiscal Note

Bill Number: 5502 SSB

HCA Request #: 23-146

### **Part II: Narrative Explanation**

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

AN ACT Relating to ensuring necessary access to Substance Use Disorder (SUD) treatment for individuals entering the Graduated Reentry Program (GRE) at the Department of Corrections (DOC).

Section 1(4)(b) requires DOC to conduct a comprehensive assessment for SUD prior to transferring an incarcerated individual into the GRE. If the individual is assessed to have a substance use disorder, DOC is required to assist the offender in enrolling in SUD treatment, if available, as deemed appropriate by department. SUD treatment services as soon as practicable after transfer to avoid any delays in treatment. SUD treatment services shall include access to medication-assisted treatment (MOUD) and counseling.

#### **II. B - Cash Receipts Impact**

The fiscal impact is greater than \$50,000 but indeterminate to actual cost.

#### **II. C – Expenditures**

The fiscal impact is greater than \$50,000 but indeterminate to actual cost.

This bill amends RCW 9.94A.733 – Home Detention – Graduated Reentry Program – Requirements for Department – to require comprehensive SUD assessments and treatment services for incarcerated individuals entering the GRE. The Health Care Authority (HCA) assumes this bill will have an indeterminate fiscal impact.

#### **Apple Health Managed Care:**

Greater promotion and support of the referral to SUD behavioral health treatment agencies and MOUD providers in the re-entry population, could drive higher utilization of behavioral health services in Medicaid populations. However, the financial impact would be hard to determine and likely captured in usual agency rate setting.

#### **Apple Health Fee-for-Service:**

Greater promotion and support of the referral to SUD behavioral health treatment agencies and MOUD treatment providers in the re-entry population, could drive higher utilization of behavioral health services in Medicaid populations. However, the financial impact would be hard to determine and likely captured in usual agency rate setting processed.

### **Part IV: Capital Budget Impact**

None

### **Part V: New Rule Making Require**

None

# Individual State Agency Fiscal Note

<b>Bill Number:</b> 5502 S SB	<b>Title:</b> Sub. use disorder treatment	<b>Agency:</b> 310-Department of Corrections
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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
FTE Staff Years	21.4	21.4	21.4	21.4	21.4
<b>Account</b>					
General Fund-State 001-1	2,909,000	2,788,000	5,697,000	5,576,000	5,576,000
<b>Total \$</b>	2,909,000	2,788,000	5,697,000	5,576,000	5,576,000

In addition to the estimates above, there are additional indeterminate costs and/or savings. Please see discussion.

### 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.

Legislative Contact: Sarian Scott	Phone: 360-786-7729	Date: 02/08/2023
Agency Preparation: Amanda Pierpoint	Phone: (360) 725-8428	Date: 02/23/2023
Agency Approval: Ronell Witt	Phone: (360) 725-8428	Date: 02/23/2023
OFM Review: Cynthia Hollimon	Phone: (360) 810-1979	Date: 02/23/2023

## 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.*

The purpose of this bill is to ensure necessary access to substance use disorder (SUD) treatment for individuals entering the Graduated Reentry (GRE) program at the Department of Corrections (DOC), and amends RCW 9.94A.733.

SB 5502 states the following:

Section 1(4)(a) states that all offenders placed on home detention as part of the GRE program must provide an approved residence and living arrangement prior to transfer to home detention.

Section 1(4)(b) states that DOC may not transfer an offender to participate in GRE until DOC has conducted a comprehensive assessment for SUD. If the assessment indicates the offender suffers from a SUD, the offender may not be transferred until enrollment and receiving SUD treatment has occurred and deemed appropriate by DOC. Offenders enrolled in appropriate SUD treatment services and transferred to participate in GRE must begin receiving SUD treatment services as soon as practicable after transfer to avoid any delays in treatment. SUD treatment services include, as deemed necessary by DOC, access to medication-assisted treatment (MAT) and counseling programs.

SSB 5502 amends the following sections:

Section 1(4)(b) removes the requirement that an offender be enrolled in SUD treatment services in order to be transferred to the GRE program; and states that DOC will assist the offender in enrolling in SUD treatment services, if available, for offenders assessed to have a SUD.

Effective date is assumed 90 days after adjournment of session in which this bill is passed.

### 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.*

We assume this bill will have a determinate fiscal impact of \$2,909,000 in Fiscal Year (FY) 2024 and \$2,788,000 in FY2025 and each FY thereafter for staffing needs. It is indeterminate the fiscal impact this bill will incur for treatment related costs.

In regard to section 1(4)(a) and 1(4)(b), this bill adds a new requirement for offenders to meet before being eligible for GRE transfer. Before being transferred, every offender must have a comprehensive assessment for SUD. As of 12/31/2022, DOC has an average of 335 individuals in their GRE population. With this volume, the current 3.0 Program Specialist 4 FTEs that are assessing for SUD would not be sufficient with this proposed legislation of assessing all offenders before transferring to GRE.

To meet this requirement, DOC would need to hire 8.0 FTEs at the Program Specialist 4 job class. This would add a Program Specialist 4 at each of the remaining prison facilities where there is not currently a staff member assessing for SUD.



Section 1(4)(a) and 1(4)(b) also proposes that if deemed necessary based on the SUD assessment, DOC will assist the offender in enrolling in SUD treatment, if available, as deemed appropriate by the department. DOC is unable to accurately estimate how many offenders screened would require treatment based on their SUD assessment, therefore, DOC would true up costs associated with treatment in a future decision package.

To meet this requirement, DOC would need to hire 13.4 FTEs at the Corrections Specialist 3 job class that would assist with scheduling both internal and external appointments, to include collaborating with community resources upon transition, based off regional location of the incarcerated individual and location of services. Along with connecting the incarcerated individuals with providers/appointments in the community, these CS3's positions would have the specificity of diagnostics that the CCO/Specialists cannot give to the community SUD agencies. They would be able to reassess the incarcerated if needed, they have access to the clinical information that is protected by CFR 42 and help directly transfer records to the provider in the community. They would also work with CCO/Specialists on ensuring medical benefits are coordinated and navigational pathways into treatment are advocated for the incarcerated individual.

Anticipated costs in FY2024: 21.4 FTEs and \$2,656,000 in funds, inclusive of all FTE costs.

Anticipated costs in FY2025 and each fiscal year thereafter: 21.4 FTEs and \$2,535,000 in funds, inclusive of all FTE costs.

The DOC also requests funding for the indirect costs of agency administration which includes 2.7 FTEs and \$253,000 in FY2024, and ongoing, for the purpose of implementing this legislation. The approved agency indirect rate and associated cost of administration are calculated based on the salaries and benefits of staff conducting back office administrative functions, divided by all remaining salaries and benefits.

**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	2,909,000	2,788,000	5,697,000	5,576,000	5,576,000
<b>Total \$</b>			2,909,000	2,788,000	5,697,000	5,576,000	5,576,000

In addition to the estimates above, there are additional indeterminate costs and/or savings. Please see discussion.

**III. B - Expenditures by Object Or Purpose**

	FY 2024	FY 2025	2023-25	2025-27	2027-29
FTE Staff Years	21.4	21.4	21.4	21.4	21.4
A-Salaries and Wages	1,701,000	1,701,000	3,402,000	3,402,000	3,402,000
B-Employee Benefits	603,000	603,000	1,206,000	1,206,000	1,206,000
C-Professional Service Contracts					
E-Goods and Other Services	84,000	73,000	157,000	146,000	146,000
G-Travel	154,000	154,000	308,000	308,000	308,000
J-Capital Outlays	114,000	4,000	118,000	8,000	8,000
M-Inter Agency/Fund Transfers					
N-Grants, Benefits & Client Services					
P-Debt Service					
S-Interagency Reimbursements					
T-Intra-Agency Reimbursements	253,000	253,000	506,000	506,000	506,000
9-					
<b>Total \$</b>	2,909,000	2,788,000	5,697,000	5,576,000	5,576,000

In addition to the estimates above, there are additional indeterminate costs and/or savings. Please see discussion.

**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
Corrections Specialist 3	87,834	13.4	13.4	13.4	13.4	13.4
Program Specialist 4	83,566	8.0	8.0	8.0	8.0	8.0
<b>Total FTEs</b>		21.4	21.4	21.4	21.4	21.4

**III. D - Expenditures By Program (optional)**

Program	FY 2024	FY 2025	2023-25	2025-27	2027-29
Administration & Support Services (100)	253,000	253,000	506,000	506,000	506,000
Interagency Payments (600)	41,000	41,000	82,000	82,000	82,000
Offender Change (700)	2,615,000	2,494,000	5,109,000	4,988,000	4,988,000
<b>Total \$</b>	2,909,000	2,788,000	5,697,000	5,576,000	5,576,000

**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

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.*