



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 Senate 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	\$3,406	\$3,406	\$3,457	\$3,502
Revenue:				
General Fund	\$0	\$0	\$0	\$0
State Special Revenue	\$3,406	\$3,406	\$3,457	\$3,502
Net Impact-General Fund Balance:	\$0	\$0	\$0	\$0

Description of fiscal impact: Amended 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) semi-annually to ensure that minimum standards are maintained. As amended, the bill requires the department to interview 50% of the 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 the amended HB 218 DPHHS would be required to conduct one additional visit annually to each facility, which would result in 7 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.

- Section 2(3)(c) requires the department to interview 50% of the youth enrolled in the program during each inspection. This will increase the average duration of each trip to two days.
- DPHHS estimates that additional travel costs to meet the requirements of HB 218 will be \$3,406 in both FY 2024 and 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	\$ 61.00	\$ 61.00	\$ 61.92	\$ 61.92
Lodging - \$98/Night	\$ 98.00	\$ 98.00	\$ 99.47	\$ 100.96
Number of Additional Visits	7	7	7	7
Total Cost per Year	\$ 3,406	\$ 3,406	\$ 3,457	\$ 3,502

	<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	\$3,406	\$3,406	\$3,457	\$3,502
TOTAL Expenditures	\$3,406	\$3,406	\$3,457	\$3,502
<u>Funding of Expenditures:</u>				
General Fund (01)	\$0	\$0	\$0	\$0
State Special Revenue (02)	\$3,406	\$3,406	\$3,457	\$3,502
TOTAL Funding of Exp.	\$3,406	\$3,406	\$3,457	\$3,502
<u>Revenues:</u>				
General Fund (01)	\$0	\$0	\$0	\$0
State Special Revenue (02)	\$3,406	\$3,406	\$3,457	\$3,502
TOTAL Revenues	\$3,406	\$3,406	\$3,457	\$3,502
<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:

- 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

4-11-23

Date