

Department of Planning and Budget 2004 Fiscal Impact Statement

1. Bill Number SB304

House of Origin	<input type="checkbox"/> Introduced	<input checked="" type="checkbox"/> Substitute	<input type="checkbox"/> Engrossed
Second House	<input type="checkbox"/> In Committee	<input type="checkbox"/> Substitute	<input type="checkbox"/> Enrolled

2. Patron O'Brien

3. Committee General Laws

4. Title Drug treatment and job training programs; performance-based budgeting.

5. Summary/Purpose: This bill requires the Council to identify for each agency in the executive branch of state government, the job training or drug treatment program the agency administers, the program objectives, program actions to achieve the objectives and estimated costs to implement the objectives. The Council is to report annually to the Secretary of Finance and the Chairmen of the House and Senate money committees, for each job training or drug treatment program administered, the amount of funding expended, numbers served, program objectives accomplished, and how effectiveness could be improved. The Council is to develop and report annually to the Governor and the General Assembly a comparative summary to identify the most effective job training programs and drug treatment programs, based on a combination of per person costs and success in meeting program objectives and recommendation for the redirection of program funding on that basis. .

6. Fiscal Impact Estimates are Preliminary: See Item 8.

7. Budget amendment necessary: Yes, Item 331, Program 406.

8. Fiscal implications: This bill does not indicate the name of the council or councils that would have the responsibilities as outlined in this bill. The Department of Human Resources has advised that the 'council' related to the job training provisions of the bill is the Virginia Workforce Training Council. The Council for the drug treatment provision of the bill is not defined; however, §37.1-207 of the Code is the Substance Abuse Services Council (SASC) that would probably be assigned these responsibilities. This appointive council meets once a quarter and has 0.5 FTE provided by the Department of Mental Health, Mental Retardation and Substance Abuse Services to assist them in their current activities. Provisions of this bill would impact at least 13 agencies, including DMHMRSAS.

The fiscal implications reviewed here apply only to drug treatment program provisions of this bill. Reporting DMHMRSAS drug treatment program data to the SASC to implement provisions of this bill would require improvements to the existing data infrastructure, implementation of performance objectives and measurement of these objectives on a client level basis. It is unknown if other agencies have the capability to provide this data to the SASC. Existing staff assigned to support the Council (0.5 FTE) is insufficient to meet the workload requirements in terms of DMHMRSAS data reporting to the Council or SASC

report development. Preliminary estimates for DMHMRSAS data reporting is at least \$2.0 million to \$2.5 million for a minimum of 6 FTEs and related data system development, but there is not sufficient information to fully determine implementation costs for DMHMRSAS or for staff support to the SASC in developing its reports. Further, there is insufficient information available for determining the cost impact on the other reporting agencies drug treatment programs.

- 9. Specific agency or political subdivisions affected:** Department of Mental Health, Mental Retardation and Substance Abuse Services, Department of Human Resources Management, Virginia Department of Health, Department of Health Professions, Department of Juvenile Justice, Department of Criminal Justice Services, Department of Corrections, Department of Motor Vehicles, Department of Rehabilitative Services, Office of the Secretary of Public Safety, Department of Social Services, Department of State Police, the Commission on Virginia Alcohol Safety Action Program.

- 10. Technical amendment necessary:** No.

- 11. Other comments:** The individual councils responsible for the activities related to this bill must be identified. A revised FIS will be issued upon receipt on further information from all the affected agencies.

Date: 2/5/04 / jlv

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cc: Secretary of Health and Human Resources