

**EXECUTIVE AGENCY
FISCAL NOTE**

AGENCY'S ESTIMATES

Date Prepared: February 1, 2015

Agency Submitting: Board of Examiners for Social Workers

Items of Revenue or Expense, or Both	Fiscal Year 2014-15	Fiscal Year 2015-16	Fiscal Year 2016-17	Effect on Future Biennia
Revenue (Revenue)			\$120,000	\$155,000
Total	0	0	\$120,000	\$155,000

Explanation

(Use Additional Sheets of Attachments, if required)

The attached document demonstrates that if the Board of Examiners for Social Workers (Board) is permitted to charge and collect fees not to exceed the amounts noted in Sec. 37, the Board would still be required to propose any increases pursuant to Nevada's Rule Making laws and regulations. Accordingly, the Board would not begin to benefit from any proposed and approved increases until FY 2016/17. As noted on the attached document, the revenue reported for FY 2016-17 and future biennia are anticipated increased revenue over the amount collected at the end of FY 2014, which is referred to in the attached document as the "baseline". The attached document also contains anticipated Board costs and expenditures for the end of FY 2014 through FY 2016/17. It is hoped that the attached document will better explain how the fiscal note for each FY was derived as well as demonstrate the need for the proposed maximum increases proposed in Sec. 37 of BDR 53-295.

Name Kim Frakes

Title Executive Director

DEPARTMENT OF ADMINISTRATION'S COMMENTS

Date Tuesday, January 27, 2015

The agency's response appears reasonable.

Name Julia Teska

Title Director

**JUSTIFICATION OF INCREASES
(GOOD FAITH ESTIMATE FOR 2015, 2016 & 2017)**

REVENUES	End of FY 2014	Proposed FY 2014/15 (7/1/14-6/30/15) Budget-- Estimate	Proposed FY 2015/16 (7/1/15-6/30/16) Budget--Estimate	Proposed FY 2016/17 (7/1/16-6/30/17) Budget--Estimate	Proposed Future Biennia Budget-- Estimate
Application Fees (Incl. restoration & delinquent fees)	\$ 15,450	\$ 15,800 (395 applicants @ \$40.00)	\$ 15,800 (395 applicants @ \$40.00)	\$ ~ 19,760 = (197x\$40=\$7,880 + 198x\$60=\$11,880= \$19,760)	\$ ~ 23,700 (395 applicants @ \$60.00, if proposed increased is approved)
Initial Fees	\$ 28,100	\$ ~ 28,650 (initial license fees for LSW, LCSW and LISW= \$75-\$100, depending upon level of licensure; reflects increase to \$100 for all initial applications, eff. 01/01/15)	\$ ~ 30,000 (initial license fees for LSW, LCSW and LISW= \$100, effective 01/01/15)	\$ ~ \$35,000 (initial license fees for LSW = \$100; if proposed & approved, \$200 for LCSW and LISW, eff. 01/01/16)	\$ ~ \$40,000 (initial license fees for LSW = \$100; if proposed & approved, \$200 for LCSW and LISW, eff. 01/01/16)
Renewal Fees	\$ 223,740	\$ ~ 278,500 (incl. fee increases as noted below; \$11,025+\$142,980+124,500=\$278,505)	\$ ~ 300,500 (incl. fee increases as noted below; \$12,600+\$163,400+124,500 = \$278,505)	\$ ~ 321,350 (see as noted below)	\$ ~ 341,500 (see as noted below)
• LASW (approx. 126 as of 4 th Q/2014)	--	• ~ \$11,025 (126/50%=63; 63x\$75 + 63 @ \$100=\$11,025)	• ~ \$12,600 (126x\$100=\$12,600)	• \$ ~ 12,600 (126x\$100= \$12,600)	• \$ ~ 12,600 (126x\$100= \$12,600)
• LSW (approx. 1634 as of 4 th Q/2014)	--	• ~ \$142,980 (1634/50%=817; 817x\$75 + 817x\$100=\$142,975)	• ~ \$163,400 (1634x\$100=163,400)	• \$ ~ 163,500 (1634x\$100=163,400)	• \$~163,500
• LCSW and LISW (approx. 830 as of 4 th Q/2014)	--	• ~ \$124,500 (830x\$150=124,500)	• ~ \$124,500 (830x\$150=124,500)	• \$ ~ 145,250 (830/50% = 415; 415x\$150=\$62,250 +415x\$200=83,000= \$145,250)—\$200 is a proposed increase and subject to approval.	• \$~166,000 (830x\$200= \$166,000)—if proposed increase is approved.
Provisional License Fees	\$ 1,725	\$ 1,750	\$ 1,750	\$ ~ 2,000 (includes pos. 6 mos. Increase to \$100)	\$ ~ 4,000 (include pos. increase to \$100)
Endorsement Fees	\$ 4,800	\$ 5,000	\$ 5,000	\$ ~ 7,500 (includes pos. increase to \$200 for 6mos.)	\$ ~ \$ 8,500 (if \$200 increase is approved)
Cont. Ed. Applications (average 35 apps./mo.)	--	--	--	\$5250 (35 appl.x \$25=\$875x6mos.= \$5250)—fee is proposed and subject to approval.	\$ ~ \$10,500 (35x\$25=\$875x12 mos.= \$10,500)-if increase is approved.
Increases over FY 2014— contingent upon approved fee increases	\$ 273,815 (Baseline)	\$ ~ 329,700 (TOTAL OF ALL REVENUES ABOVE) (\$329,700-273,815 = \$55,885 increase as presently allowable) Reported as on fiscal note as \$00.0 as increases in NAC 641B would not be allowable per NV Rulemaking Laws.	\$ ~ 351,700 (TOTAL OF ALL REVENUES ABOVE) (\$351,700-273,815 = \$77,885 increase as presently allowable) Reported as on fiscal note as \$00.0 as increases in NAC 641B would not be allowable per NV Rulemaking Laws.	\$ ~ 390,860 (TOTAL OF ALL REVENUES ABOVE) (\$390,860-273,815=\$117,045 increase) Reported on fiscal note as: \$120,000	\$ ~ 428,200 (TOTAL OF ALL REVENUES ABOVE) (428,200-273,815= \$154,385) Reported on fiscal note as: \$155,000

**JUSTIFICATION OF INCREASES
(GOOD FAITH ESTIMATE FOR 2015, 2016 & 2017)**

EXPENDITURES	End of FY 2014	Proposed FY 2014/15 (7/1/14-6/30/15) Budget--Estimate	Proposed FY 2015/16 (7/1/15-6/30/16) Budget-- Estimate	Proposed FY 2016/17 (7/1/16-6/30/17) Budget-- Estimate
Salaries and Related Benefits	\$ 204,525	\$ 210,000	\$ 215,000	\$ 225,000
Operating Expenses (incl. copier, supplies, insurance, etc.)	\$ 7,835	\$ 10,450 ----- • Upgrade copier ~ (\$900/6 mos. + \$1050/6 mos. ~ \$2,000)	\$ 15,000	\$ 15,500
Legal and Related Expenses (LCB, expert witnesses/consultants, court reporters, etc.)	\$ 11,600	\$ 24,950	\$ 30,000 (includes contract investigators @ \$5K to \$10K/yr.)	\$ 40,000 (includes contract investigators @ \$5K to \$10K/yr.)
Office Lease	\$ 12,700	\$ 16,280 (6,350 + 9,930) reflects 6 mos. @ old and new lease, respectively	\$19,500	\$19,500
Postage	\$ 7,715	\$ 7,900	\$6,000 (approx. 25% decrease)	\$6,000
Telephone & Internet	\$ 2,530	<i>Total Upgrades + mo. ~ \$31,400 - \$50,000 (est. as noted below)</i> ----- • Upgrade Telephone system-startup~\$525/install + \$350/6 mos. ~\$2,625; • Upgrade New Telephones \$1,250 • Upgrade Internet/online renewal ~ (\$10K- \$30 K-startup) + (\$1,000/mo.= 12K/Yr.); • Upgrade to acceptance of electronic payments ~ \$5K/Yr.;	~ \$18,000 (est. as noted below) ----- • Telephone ~ \$900/yr. • Internet ~ \$12,000 • Elec. Payments ~ \$5,000	~ \$18,000
In-state Travel	\$ 1,610	\$ 2,500 (increase in travel for wkshps.)	\$ 3,000 (increase in travel for wkshps.)	\$ 3,500 (increase in travel for wkshps.)
TOTAL	\$ 248,515	\$ ~ 305,480 - \$324,000	\$ ~ 306,500	\$ ~ 327,500
<i>Revenue v. Expenditures</i>	\$ 25,300	(\$329,700-\$305,480=)~\$27,970 (\$329,700-\$324,080=)~ \$5,620	(\$351,700-\$306,500) = ~ \$45,200	(\$428,200-\$327,500) = \$ ~ \$100,700