

Department of Planning and Budget
2025 General Assembly Session
State Fiscal Impact Statement

funds annually to cover the cost for each Health Care Compliance Specialist II travel expenses of a state-issued vehicle (\$1,440), lodging (\$6,590), gasoline (\$1,053), and meals and incidentals (\$1,920).

Currently, VDH's Office of Licensure and Certification (OLC) has an online application system for its existing licensure programs for medical care facility providers (hospitals, home care organizations, etc.). This system automates licensing processes, has electronic payment options, and brings transparency to licensing operations for applicants and the public. VDH would incur costs for its IT vendor to modify the application portal to create a new provider type for PPECCs with applications for an initial license, a renewed license, or key changes in licensing record (e.g., change of location, change of capacity). The IT vendor has estimated that it would be a one-time implementation cost of \$1,774,000. The IT vendor is also estimating that the annual cost of added operation, maintenance, and post-deployment enhancement support that a new provider type would create is \$90,000. Finally, the two FTEs would need a software license to access the application system, which has an annual cost of \$2,400 per person or \$4,800 total.

VDH indicated that the cost of promulgating PPECC regulations will be less than \$5,000 and can be absorbed by existing agency staffing and resources. Additionally, any costs for the commissioner to issue an summary order of suspension can be handled within existing resources.

Other: None.