

SMALL BUSINESS IMPACT STATEMENT 2017

PROPOSED AMENDMENTS TO NAC 449

The Division of Public and Behavioral Health (DPBH) has determined that the proposed amendments should not impose an economic burden upon a small business or prevent the formation, operation or expansion of a small businesses in Nevada.

A small business is defined in Nevada Revised Statutes NRS 233B as a "business conducted for profit which employs fewer than 150 full-time or part-time employees."

This small business impact statement complies with the requirements of NRS 233B.0609.

Background

These regulations establish licensing standards for Peer Support Recovery Organizations (PSRO). If adopted, there will be a clear licensure category for PSRO and these regulations will establish minimal standards to ensure the safety of clients receiving services from PSROs. These regulations also propose licensing fees for PSROs and we anticipate the proposed fees will cover the costs of implementation.

1) A description of the manner in which comment was solicited from affected small businesses, a summary of their response and an explanation of the manner in which other interested persons may obtain a copy of the summary.

Pursuant to NRS 233B.0608 (2) (a), the Division of Public and Behavioral Health (DPBH) has requested input from possible community entities that would most likely be licensed as facilities providing peer support recovery organization services to individuals recovering from substance abuse. Since we do not currently have any PSROs in Nevada, we solicited information from entities may eventually have a desire to be licensed as PSROs in the future. Business entities that interact with the Division's Substance Abuse, Prevention and Treatment Agency (SAPTA) were identified and contacted, as were other entities that provide similar services. As such and in the absence of actual PSROs, we decided to reach out to these entities to obtain comments and best fulfill our responsibilities in accordance with NRS 233B.

A Small Business Impact Questionnaire was sent successfully to 26 business entities (out of 33 e-mail contacts) that work with individuals recovering from substance abuse in Nevada, along with a copy of the proposed regulation changes, on 01/04/17. The questions on the questionnaire were:

- 1) How many employees are currently employed by your business?
- 2) Will a specific regulation have an adverse economic effect upon your business?
- 3) Will the regulation(s) have any beneficial effect upon your business?
- 4) Do you anticipate any indirect adverse effects upon your business?
- 5) Do you anticipate any indirect beneficial effects upon your business?

Summary of Response

None of the 26 business entities responded to the small impact questionnaire.

2) Describe the manner in which the analysis was conducted.

The result of the small business impact survey revealed no data for analysis.

3) The estimated economic effect of the proposed regulation on the small business which it is to regulate including, without limitation both adverse and beneficial effects and both direct and indirect effects.

There will be licensure fees associated operation of PSROs in Nevada. However, in the interest of public health and safety these fees are necessary to offset the cost of inspections, complaint investigations and enforcement.

4) A description of the methods that DPBH considered to reduce the impact of the proposed regulation on small businesses and statement regarding whether the agency actually used those methods.

Since the regulatory agency has no way of accurately anticipating the workload associated with this new facility type, the fees would have been set at a rate for similar facility types, such as nursing pools. However, in an effort to reduce the anticipated economic effect and encourage businesses to consider operation as a PSRO, the fees were set at approximately a fourth of the current rate for nursing pools. The differential between the two facility types is based on recruited personnel, personnel's qualifications and rates of return on employed staff.

The Division of Public and Behavioral Health will provide additional opportunities for input and comments regarding the proposed regulations, including the economic impact the proposed regulations may have on small businesses. Modifications to the proposed regulations will be made as a result of this input. Workshops will be held on April 27, 2017, allowing for further input by the public regarding the proposed regulations. All comments will be taken into consideration for possible further revisions to the regulations to reduce the economic impact on facilities.

5) The estimated cost to the agency for enforcement of the proposed regulation.

None, the proposed fees should offset the cost for enforcement.

6) If the proposed regulation provides a new fee or increases an existing fee, the total annual amount DPBH expects to collect and the manner in which the money will be used.

There's no way of accurately anticipating how many facilities may apply for licensure as Peer Support Recovery Organizations. The fees have been proposed as follows:

Initial licensure	\$1,000
Renewal	\$500

Initial fees are used to offset the cost of applicant training, application processing, initial inspection(s), licensure and complaint investigations throughout the first year of licensure. Renewal fees are used to offset the cost of application processing, periodic inspection(s) and complaint investigations in the year of renewal.

7) An explanation of why any duplicative or more stringent provisions than federal, state or local standards regulating the same activity are necessary.

More stringent provisions than the federal standards have not been proposed. Likewise, duplicative standards have not been proposed. However, licensure standards are necessary to address client rights, PSRO personnel training, and that the services provided are appropriately administered, in order for the regulatory agency to ensure proper oversight of facilities.

8) Provide a summary of the reasons for the conclusions of the agency regarding the impact of a regulation on small businesses.

Since there are no currently licensed peer support recovery organizations in Nevada, the agency solicited comments from possible licensees and from similar groups that work with individuals recovering from substance abuse to determine whether these regulations would have any impact. These entities did not respond. The agency does not foresee these regulations as having a detrimental impact on small businesses; in fact the agency anticipates these regulations will provide a way for small businesses to enter into this market.

Any other persons interested in obtaining a copy of the summary may e-mail, call, or mail in a request to Tammy Carney at the Division of Public and Behavioral Health at:

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I, Cody Phinney, Administrator of the Division of Public and Behavioral Health certify to the best of my knowledge or belief, the information contained in this statement was prepared properly and accurately.

Signature Cody Phinney Date: 4/17/17