Adverse impact notification sent to Joint Commission on Administrative Rules, House Committee on Appropriations, and Senate Committee on Finance (COV § 2.2-4007.04.C): Yes ☐ Not Needed ☐

If/when this economic impact analysis (EIA) is published in the *Virginia Register of Regulations*, notification will be sent to each member of the General Assembly (COV § 2.2-4007.04.B).



# Virginia Department of Planning and Budget **Economic Impact Analysis**

18 VAC 112 •20 Regulations Governing the Practice of Physical Therapy Department of Health Professions

Town Hell Action/Stage: 4800 / 8045

Town Hall Action/Stage: 4899 / 8045

October 16, 2017

## **Summary of the Proposed Amendments to Regulation**

The Board of Physical Therapy (Board) proposes to add the Federation of State Boards of Physical Therapy (FSBPT) to the list of entities that may approve or sponsor continuing education (CE) for physical therapists and physical therapist assistants.

## **Result of Analysis**

The benefits likely exceed the costs for the proposed amendment.

## **Estimated Economic Impact**

The Department of Health Professions believes that it is already generally assumed that CE approved or provided by FSBPT would be recognized by the Board. Consequently, practically speaking, the proposed amendment serves mostly as a clarification and most likely would not change who offers CE and from where physical therapists and physical therapist assistants choose to obtain their CE. Nevertheless, adding FSBPT to the list of entities that may approve or sponsor CE for physical therapists and physical therapist assistants is beneficial in that it eliminates potential confusion.

#### **Businesses and Entities Affected**

The proposed amendment potentially affects the 7708 physical therapists and 3207

physical therapist assistants licensed in the Commonwealth, their employers, and providers of continuing education for physical therapists and physical therapist assistants. Many physical therapists and physical therapist assistants work for large health systems. It is unknown how many work for small businesses.

## **Localities Particularly Affected**

The proposed amendment does not disproportionately affect particular localities.

## **Projected Impact on Employment**

The proposed amendment does not significantly affect total employment.

# **Effects on the Use and Value of Private Property**

The proposed amendment does not significantly affect the use and value of private property.

## **Real Estate Development Costs**

The proposed amendment does not affect real estate development costs.

#### **Small Businesses:**

#### Definition

Pursuant to § 2.2-4007.04 of the Code of Virginia, small business is defined as "a business entity, including its affiliates, that (i) is independently owned and operated and (ii) employs fewer than 500 full-time employees or has gross annual sales of less than \$6 million"

#### **Costs and Other Effects**

The proposed amendment does not significantly affect costs for small businesses.

## **Alternative Method that Minimizes Adverse Impact**

The proposed amendment does not adversely affect small businesses.

# **Adverse Impacts:**

#### **Businesses:**

The proposed amendment does not adversely affect businesses.

## Localities:

The proposed amendment does not adversely affect localities.

#### Other Entities:

The proposed amendment does not adversely affect other entities.

## **Legal Mandates**

**General:** The Department of Planning and Budget has analyzed the economic impact of this proposed regulation in accordance with § 2.2-4007.04 of the Code of Virginia (Code) and Executive Order Number 17 (2014). Code § 2.2-4007.04 requires that such economic impact analyses determine the public benefits and costs of the proposed amendments. Further the report should include but not be limited to: (1) the projected number of businesses or other entities to whom the proposed regulatory action would apply, (2) the identity of any localities and types of businesses or other entities particularly affected, (3) the projected number of persons and employment positions to be affected, (4) the projected costs to affected businesses or entities to implement or comply with the regulation, and (5)the impact on the use and value of private property.

**Adverse impacts:** Pursuant to Code § 2.2-4007.04(C): In the event this economic impact analysis reveals that the proposed regulation would have an adverse economic impact on businesses or would impose a significant adverse economic impact on a locality, business, or entity particularly affected, the Department of Planning and Budget shall advise the Joint Commission on Administrative Rules, the House Committee on Appropriations, and the Senate Committee on Finance within the 45-day period.

If the proposed regulatory action may have an adverse effect on small businesses, Code § 2.2-4007.04 requires that such economic impact analyses include: (1) an identification and estimate of the number of small businesses subject to the proposed regulation, (2) the projected reporting, recordkeeping, and other administrative costs required for small businesses to comply with the proposed regulation, including the type of professional skills necessary for preparing required reports and other documents, (3) a statement of the probable effect of the proposed regulation on affected small businesses, and (4) a description of any less intrusive or less costly alternative methods of achieving the purpose of the proposed regulation. Additionally, pursuant to Code § 2.2-4007.1, if there is a finding that a proposed regulation may have an adverse impact on small business, the Joint Commission on Administrative Rules shall be notified.