

Office of Regulatory Management
Economic Review Form

Agency name	DBHDS
Virginia Administrative Code (VAC) Chapter citation(s)	12VAC35-46
VAC Chapter title(s)	Regulations for Children’s Residential Facilities
Action title	Noncontroversial Regulatory Reductions
Date this document prepared	October 1, 2024
Regulatory Stage (including Issuance of Guidance Documents)	Fast Track

Cost Benefit Analysis

Table 1a: Costs and Benefits of the Proposed Changes (Primary Option)

(1) Direct & Indirect Costs & Benefits (Monetized)	<p>Direct Costs: There are no direct costs to removing unnecessary or redundant language in regulations. Costs associated with updating websites or understanding changes can be absorbed internally.</p> <p>Indirect Costs: This action should have no fiscal impact as the action itself is intended to reduce onerous or unnecessary language without changing the regulations themselves.</p> <p>Direct Benefits: Reduction of administrative burden will potentially reduce costs by eliminating confusing, redundant or otherwise unnecessary language in the regulation. By clarifying requirements, time can be saved on understanding regulations and instead spent on bettering outcomes for individuals under care. Without data, this potential benefit cannot be quantified as there could be a neutral impact to costs as working hours for employees remains the same.</p> <p>Indirect Benefits: Indirect benefits from the reduced regulations are time saved by users of the regulations, increased accountability for responsible parties, and clearer processes.</p>	
(2) Present Monetized Values	Direct & Indirect Costs	Direct & Indirect Benefits
	(a) \$0	(b) \$0
(3) Net Monetized Benefit	\$0	

(4) Other Costs & Benefits (Non-Monetized)	
(5) Information Sources	

Table 1b: Costs and Benefits under the Status Quo (No change to the regulation)

(1) Direct & Indirect Costs & Benefits (Monetized)	<p>This change is required in the Governor’s Executive Directive 1 to remove “regulations not mandated by federal or state statute, in consultation with the Office of the Attorney General, and in a manner consistent with the laws of the Commonwealth.”</p> <p>However, here is the result if the regulation is not changed.</p> <p>Direct Costs: Internal costs of changing or not changing the regulations remain the same. Without data, direct costs of not changing the regulation cannot be measured, but there is a potential loss of efficiency and time saved in reducing regulations.</p> <p>Indirect Costs: Existing compliance with regulations may increase confusion and obstruct accountability without clearer communication to responsible parties.</p> <p>Direct Benefits: By not changing the regulations, users will not have to update their knowledge set and will be able to continue current practices without interruption.</p> <p>Indirect Benefits: There is no indirect benefit to maintaining the status quo.</p>	
(2) Present Monetized Values	Direct & Indirect Costs	Direct & Indirect Benefits
	(a) \$0	(b) \$0
(3) Net Monetized Benefit	\$0	
(4) Other Costs & Benefits (Non-Monetized)		
(5) Information Sources		

Impact on Local Partners

Table 2: Impact on Local Partners

(1) Direct & Indirect Costs & Benefits (Monetized)	This action is not expected to have direct or indirect cost or benefit to localities. CSBs will potentially have increased clarity on the use of regulations as well as clearer accountability on processes.	
(2) Present Monetized Values	Direct & Indirect Costs	Direct & Indirect Benefits
	(a) \$0	(b) \$0
(3) Other Costs & Benefits (Non-Monetized)	\$0	
(4) Assistance		
(5) Information Sources		

Impacts on Families**Table 3: Impact on Families**

(1) Direct & Indirect Costs & Benefits (Monetized)	This action is not expected to have direct or indirect costs or benefits to families.	
(2) Present Monetized Values	Direct & Indirect Costs	Direct & Indirect Benefits
	(a) \$0	(b) \$0
(3) Other Costs & Benefits (Non-Monetized)	\$0	
(4) Information Sources		

Impacts on Small Businesses**Table 4: Impact on Small Businesses**

(1) Direct & Indirect Costs & Benefits (Monetized)	This action is not expected to have direct or indirect costs or benefits to small businesses. An unknown number of small businesses with licensed providers may be affected by this change but there is not enough data to make an assessment.
--	--

(2) Present Monetized Values	Direct & Indirect Costs	Direct & Indirect Benefits
	(a) \$0	(b) \$0
(3) Other Costs & Benefits (Non-Monetized)	\$0	
(4) Alternatives		
(5) Information Sources		

Changes to Number of Regulatory Requirements

Table 5: Regulatory Reduction

Change in Regulatory Requirements

VAC Section(s) Involved*	Authority of Change	Initial Count	Additions	Subtractions	Total Net Change in Requirements
	(M/A):	0	0	0	0
	(D/A):	6	0	0	0
	(M/R):	4	0	0	0
	(D/R):	637	0	-277	-277
Grand Total of Changes in Requirements:					(M/A): 0 (D/A): 0 (M/R): 0 (D/R): -277

VAC Sections Involved*	Initial Count			Initial Count			TOTAL Rqmts.	TOTAL NET BASELINE CHANGES (+/-)
	M/A	M/R	ALL Mand.	D/A	D/R	ALL Disc.		
12.35.46.20	0	0	0	2	26	28	28	-2.00
12.35.46.80	0	0	0	2	7	9	9	-1.00
12.35.46.110	0	0	0	1	1	2	2	-1.00
12.35.46.170	0	0	0	0	2	2	2	-2.00
12.35.46.180	0	0	0	0	7	7	7	-2.00
12.35.46.190	0	0	0	0	8	8	8	-2.00

12.35.46.200	0	0	0	0	3	3	3	0.00
12.35.46.220	0	0	0	0	2	2	2	0.00
12.35.46.230	0	0	0	1	1	2	2	-1.00
12.35.46.250	0	0	0	0	5	5	5	-1.00
12.35.46.270	0	0	0	0	3	3	3	-1.00
12.35.46.280	0	0	0	0	6	6	6	-2.00
12.35.46.300	0	0	0	0	12	12	12	-1.00
12.35.46.310	0	0	0	0	41	41	41	-2.00
12.35.46.330	0	3	3	0	1	1	4	-1.00
12.35.46.340	0	0	0	0	8	8	8	-8.00
12.35.46.380	0	0	0	0	8	8	8	-5.00
12.35.46.400	0	0	0	0	3	3	3	-3.00
12.35.46.420	0	0	0	0	13	13	13	-4.00
12.35.46.470	0	0	0	0	9	9	9	-5.00
12.35.46.480	0	0	0	0	14	14	14	-1.00
12.35.46.560	0	0	0	0	1	1	1	-1.00
12.35.46.660	0	0	0	0	23	23	23	-7.00
12.35.46.690	0	0	0	0	1	1	1	-1.00
12.35.46.710	0	0	0	0	21	21	21	0.00
12.35.46.720	0	0	0	0	9	9	9	-5.00
12.35.46.730	0	0	0	0	19	19	19	-5.00
12.35.46.740	0	0	0	0	2	2	2	-1.00
12.35.46.750	0	0	0	0	30	30	30	-2.00
12.35.46.760	0	0	0	0	6	6	6	-2.00
12.35.46.800	0	0	0	0	14	14	14	-1.00
12.35.46.810	0	0	0	0	14	14	14	0.00
12.35.46.820	0	0	0	0	2	2	2	-2.00
12.35.46.830	0	0	0	0	11	11	11	-1.00
12.35.46.850	0	0	0	0	30	30	30	-7.00
12.35.46.860	0	0	0	0	10	10	10	-3.00
12.35.46.880	0	0	0	0	2	2	2	-1.00
12.35.46.890	0	1	0	0	7	7	8	0.00
12.35.46.900	0	0	0	0	19	19	19	-5.00
12.35.46.940	0	0	0	0	33	33	33	-6.00
12.35.46.950	0	0	0	0	0	0	0	0.00
12.35.46.990	0	0	0	0	21	21	21	-6.00
12.35.46.1010	0	0	0	0	4	4	4	-2.00

12.35.46.1020	0	0	0	0	5	5	5	-3.00
12.35.46.1040	0	0	0	0	3	3	3	-3.00
12.35.46.1060	0	0	0	0	3	3	3	-1.00
12.35.46.1090	0	0	0	0	7	7	7	-7.00
12.35.46.1100	0	0	0	0	2	2	2	-2.00
12.35.46.1120	0	0	0	0	58	58	58	-58.00
12.35.46.1130	0	0	0	0	42	42	42	-42.00
12.35.46.1140	0	0	0	0	58	58	58	-58.00

→**NOTE:** A more detailed explanation for the rationale for the changes may be found beginning on page 48 of [this meeting packet](#).

Cost Reductions or Increases (if applicable)

VAC Section(s) Involved*	Description of Regulatory Requirement	Initial Cost	New Cost	Overall Cost Savings/Increases
See the Town Hall form Agency Background Document for explanations of changes.				

Other Decreases or Increases in Regulatory Stringency (if applicable)

VAC Section(s) Involved*	Description of Regulatory Change	Overview of How It Reduces or Increases Regulatory Burden
See the Town Hall form Agency Background Document for explanations of changes.		

Length of Guidance Documents (only applicable if guidance document is being revised)

Title of Guidance Document	Original Word Count	New Word Count	Net Change in Word Count
N/A			