

Office of Regulatory Management
Economic Review Form

Agency name	State Board of Health
Virginia Administrative Code (VAC) Chapter citation(s)	12 VAC 5 - 391
VAC Chapter title(s)	Regulations for the Licensure of Hospice
Action title	Periodic Review of the Regulations for the Licensure of Hospice
Date this document prepared	August 7, 2024
Regulatory Stage (including Issuance of Guidance Documents)	Periodic Review

Cost Benefit Analysis

Complete Tables 1a and 1b for all regulatory actions. You do not need to complete Table 1c if the regulatory action is required by state statute or federal statute or regulation and leaves no discretion in its implementation.

Table 1a should provide analysis for the regulatory approach you are taking. Table 1b should provide analysis for the approach of leaving the current regulations intact (i.e., no further change is implemented). Table 1c should provide analysis for at least one alternative approach. You should not limit yourself to one alternative, however, and can add additional charts as needed.

Report both direct and indirect costs and benefits that can be monetized in Boxes 1 and 2. Report direct and indirect costs and benefits that cannot be monetized in Box 4. See the ORM Regulatory Economic Analysis Manual for additional guidance.

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

(1) Direct & Indirect Costs & Benefits (Monetized)	Table omitted per ORM Regulatory Economic Analysis Manual	
(2) Present Monetized Values	Direct & Indirect Costs	Direct & Indirect Benefits
	(a)	(b)
(3) Net Monetized Benefit		
(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)	Table omitted per ORM Regulatory Economic Analysis Manual	
(2) Present Monetized Values	Direct & Indirect Costs	Direct & Indirect Benefits
	(a)	(b)
(3) Net Monetized Benefit		
(4) Other Costs & Benefits (Non-Monetized)		
(5) Information Sources		

Table 1c: Costs and Benefits under Alternative Approach(es)

(1) Direct & Indirect Costs & Benefits (Monetized)	Table omitted per ORM Regulatory Economic Analysis Manual	
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Benefits (Monetized)		
(2) Present Monetized Values	Direct & Indirect Costs	Direct & Indirect Benefits
	(a)	(b)
(3) Net Monetized Benefit		
(4) Other Costs & Benefits (Non- Monetized)		
(5) Information Sources		

Impact on Local Partners

Use this chart to describe impacts on local partners. See Part 8 of the ORM Cost Impact Analysis Guidance for additional guidance.

Table 2: Impact on Local Partners

(1) Direct & Indirect Costs & Benefits (Monetized)	<p>VDH has no record of local partners owning or operating hospices.</p> <p>Direct Costs: There are no direct monetized costs associated with this periodic review</p> <p>Indirect Costs: There are no indirect monetized costs associated with this periodic review</p> <p>Direct Benefits: There are no direct monetized benefits associated with this periodic review</p> <p>Indirect Benefits: There are no indirect monetized benefits associated with this periodic review</p>	
(2) Present Monetized Values	Direct & Indirect Costs	Direct & Indirect Benefits
	(a) N/A	(b) N/A

(3) Other Costs & Benefits (Non-Monetized)	<p>Other Costs: There are no non-monetized costs to local partners identified by this periodic review.</p> <p>Other Benefits: Non-monetized benefits to local partners includes consistency in quality hospice services provided to individuals in the locality in which the local partner has jurisdiction.</p>
(4) Assistance	N/A
(5) Information Sources	VDH OLC

Impacts on Families

Use this chart to describe impacts on families. See Part 8 of the ORM Cost Impact Analysis Guidance for additional guidance.

Table 3: Impact on Families

(1) Direct & Indirect Costs & Benefits (Monetized)	<p>Direct Costs: There are no direct monetized costs to families associated with this periodic review</p> <p>Indirect Costs: There are no indirect monetized costs to families associated with this periodic review</p> <p>Direct Benefits: There are no direct monetized benefits to families associated with this periodic review</p> <p>Indirect Benefits: There are no indirect monetized benefits to families associated with this periodic review</p>	
(2) Present Monetized Values	Direct & Indirect Costs	Direct & Indirect Benefits
	(a) N/A	(b) N/A
(3) Other Costs & Benefits (Non-Monetized)	<p>Other Costs: There are no non-monetary costs to families identified by this periodic review.</p> <p>Other benefits: Non-monetized benefits to families include protections resulting from licensure and inspection of hospices.</p>	

(4) Information Sources	VDH OLC
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Impacts on Small Businesses

Use this chart to describe impacts on small businesses. See Part 8 of the ORM Cost Impact Analysis Guidance for additional guidance.

Table 4: Impact on Small Businesses

(1) Direct & Indirect Costs & Benefits (Monetized)	<p>There are 80 licensed hospices in the Commonwealth of Virginia, 35 of which have self-reported that they are small businesses.</p> <p>Direct Costs: The direct cost of this regulation on small businesses is the application fees a hospice must pay. Application fees are \$500, collected annually. The 35 hospices that qualify as small businesses incur a combined cost of \$17,500 per year.</p> <p>Indirect Costs: There are no indirect monetized costs to small businesses associated with this periodic review</p> <p>Direct Benefits: There are no direct monetized benefits to small businesses associated with this periodic review</p> <p>Indirect Benefits: There are no indirect monetized benefits to small businesses associated with this periodic review</p>	
(2) Present Monetized Values	Direct & Indirect Costs	Direct & Indirect Benefits
	(a) \$17,500 annually	(b) N/A
(3) Other Costs & Benefits (Non-Monetized)	<p>Other Costs: There are no non-monetized costs to small businesses associated with this periodic review</p> <p>Other Benefits: Non-monetized benefits to families include protections resulting from licensure and inspection of hospices.</p>	
(4) Alternatives	<p>No viable alternatives for small businesses have been identified that would be more equitable while still protecting the health, safety, and welfare of the public. Consideration will be put forth about the burdens of the regulatory requirements that have a cost to regulants while still ensuring the regulations comply with the statutory mandates imposed by the General Assembly.</p>	
(5) Information Sources	VDH OLC	

Changes to Number of Regulatory Requirements

Table 5: Regulatory Reduction

For each individual action, please fill out the appropriate chart to reflect any change in regulatory requirements, costs, regulatory stringency, or the overall length of any guidance documents.

Change in Regulatory Requirements

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

Key:

Please use the following coding if change is mandatory or discretionary and whether it affects externally regulated parties or only the agency itself:

(M/A): Mandatory requirements mandated by federal and/or state statute affecting the agency itself

(D/A): Discretionary requirements affecting agency itself

(M/R): Mandatory requirements mandated by federal and/or state statute affecting external parties, including other agencies

(D/R): Discretionary requirements affecting external parties, including other agencies

Cost Reductions or Increases (if applicable)

VAC Section(s) Involved*	Description of Regulatory Requirement	Initial Cost	New Cost	Overall Cost Savings/Increases

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

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

*If the agency is modifying a guidance document that has regulatory requirements, it should report any change in requirements in the appropriate chart(s).