



2020 Annual Budget and
Narrative Report

Psychology Interjurisdictional Compact

The Psychology Interjurisdictional Compact (PSYPACT) is an agreement between member states designed to facilitate the practice of telepsychology and the temporary in-person, face-to-face practice of psychology across state boundaries without having to become licensed in additional member states. Psychologists licensed in their home state which is a member of PSYPACT will be able to practice into other member states via the two Authorizations (Authority to Practice Interjurisdictional Telepsychology and/or Temporary Authorization to Practice) issued by the Commission. The purpose of PSYPACT is to increase public access to needed psychological services by increasing access to care and providing mechanisms for continuity of care all while ensuring a higher degree of consumer protection across state lines. PSYPACT also promotes cooperation between member states in the areas of licensure and regulation. To join PSYPACT, a state must enact the model statute into law.

PSYPACT is governed by the Psychology Interjurisdictional Compact Commission (Commission), a governmental entity made up of the member states. The Commission meets annually.

The Commission and ASPPB are working on a Memorandum of Understanding (MOU) to cover many of the services needed by the Commission including staffing, consultation services, office space, and access to ASPPB Data Systems.

Status of PSYPACT

PSYPACT had its seventh (7) state enact legislation in April 2019. PSYPACT now has 12 states that have enacted the legislation. The Commission has been formed and Bylaws have been approved. The Commission continues to work on implementation rules and expects to be fully operational by end of first quarter 2020. The Commission is aware of ten (10) additional states that have expressed varying interest in introducing PSYPACT legislation in 2020.

Revenue

An analysis of the number of psychologists with active licenses in the current 12 member states is the basis for projected revenue for 2020. Please note the licensure data may not reflect the most current licensure information. A 10% penetration rate was used to estimate authorizations being issued by the Commission. This projection reflects \$40 per Authorization issued. The Other Information section of this narrative provides the data regarding these revenue assumptions.

Each member state will be charged an assessment fee beginning annually after the first year of full implementation. That income is not reflected in this budget narrative since assessments will be calculated annually beginning 2021.

Expenditures

Per the MOU, ASPPB is expected to cover costs associated with staffing, professional fees such as the contract with the Council of State Governments (CSG), Directors & Officers (D & O) Insurance, travel costs for the Commission, office space and utilities, use of computers, telephone, internet and other office equipment and services.

Other Information

The expected total cost to operate the Compact is unknown at this time since full implementation has not occurred. The budget information below is considered an estimate based on current expenditures not what may be needed upon complete implementation. As part of the expected MOU between the commission and ASPPB, ASPPB will assume most of the first-year operating expenses while the Compact reaches full implementation. Also, the Commission will be utilizing already existing software systems to implement the Compact which will reduce ongoing computer and software expenses. However, substantial software modifications are needed to create the application and review process for the Authority to Practice Interjurisdictional Telepsychology and Temporary Authorization to Practice and are reflected in the Computer/Website Services line of the budget. For the purposes of this document, office occupancy expenses include physical space, utilities, postage and shipping, equipment rental/ use, and bank and credit card fees. At this time, insurance costs are unknown, so an amount is not included. It is important to note that all assumptions made in this document are contingent on no substantial changes to the MOU during the approval process.

Revenue Assumptions

Even though the Compact is not implemented at this time, revenue assumptions are being generated based on the number of licensees in each of the member states. The projections assume that 10% of the psychologists licensed in each member state will purchase an Authorization. It is anticipated as part of the MOU that 40% of Authorization fees will be paid to ASPPB for providing services per the agreement.

Member State	# of Licensees	10% of Licensees	Authorization of \$40	ASPPB Fee (40%)
Arizona	1898	189.8	\$7,592.00	\$3,036.80
Colorado	2772	277.2	\$11,088.00	\$4,435.20
Delaware	498	49.8	\$1,992.00	\$796.80
Georgia	2303	230.3	\$9,212.00	\$3,684.80
Illinois	4904	490.4	\$19,616.00	\$7,846.40
Missouri	1883	188.3	\$7,532.00	\$3,012.80
Nebraska	491	49.1	\$1,964.00	\$785.60

PSYPACT Commission Budget Overview

2020

Nevada	457	45.7	\$1,828.00	\$731.20
New Hampshire	660	66	\$2,640.00	\$1,056.00
Oklahoma	567	56.7	\$2,268.00	\$907.20
Texas	4500	450	\$18,000.00	\$7,200.00
Utah	916	91.6	\$3,664.00	\$1,465.60
Totals	21849	2184.9	\$87,396.00	\$34,958.40

Compact Commission Budget 2020

<u>Revenues</u>	2020 Costs wavierd		
	Compact	by MOU	Total
Authorizations	87,396		87,396
Member State Assessment Fees			0
Total Revenues	\$87,396		\$87,396

<u>Expenses</u>		2020 Costs wavierd		
Personnel	Salaries	111,260	111,260	0
	Payroll Tax Expense	8,901	8,901	0
	Fringe Benefits	34,468	34,468	0
Professional Services				0
	MOU	34,958		34,958
	Legal & Accounting	27,960	27,960	0
	Computer/Website Svcs	124,395	124,395	0
	Other Prof/Contract Svcs	26,475	26,475	0
Travel		27,300	27,300	0
Office Occupancy		50,000	50,000	0
Total Expenses		\$445,717		\$34,958

Excess Revenues (Expenses)	(\$358,321)		\$52,438
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