

FISCAL NOTE
Requested by Legislative Council
01/20/2013

Bill/Resolution No.: HB 1172

- 1 A. **State fiscal effect:** *Identify the state fiscal effect and the fiscal effect on agency appropriations compared to funding levels and appropriations anticipated under current law.*

	2011-2013 Biennium		2013-2015 Biennium		2015-2017 Biennium	
	General Fund	Other Funds	General Fund	Other Funds	General Fund	Other Funds
Revenues	\$0	\$0	\$0	\$50,190	\$0	\$50,000
Expenditures	\$0	\$0	\$49,810	\$50,190	\$50,000	\$50,000
Appropriations			\$49,810	\$50,190	\$50,000	\$50,000

- 1 B. **County, city, school district and township fiscal effect:** *Identify the fiscal effect on the appropriate political subdivision.*

	2011-2013 Biennium	2013-2015 Biennium	2015-2017 Biennium
Counties	\$0	\$0	\$0
Cities	\$0	\$0	\$0
School Districts	\$0	\$0	\$0
Townships	\$0	\$0	\$0

- 2 A. **Bill and fiscal impact summary:** *Provide a brief summary of the measure, including description of the provisions having fiscal impact (limited to 300 characters).*

HB 1172 would allow nursing homes or basic care services the first preferred claim against a decedent's estate for outstanding recipient liability owed to the facility.

- B. **Fiscal impact sections:** *Identify and provide a brief description of the sections of the measure which have fiscal impact. Include any assumptions and comments relevant to the analysis.*

Section 1 would allow nursing homes or basic care services the first preferred claim against a decedent's estate for outstanding recipient liability owed to the facility. This would result in a loss of estate collections of approximately \$100,000 per biennium. Estate collections are used to decrease the departments expenditures.

3. **State fiscal effect detail:** *For information shown under state fiscal effect in 1A, please:*

- A. **Revenues:** *Explain the revenue amounts. Provide detail, when appropriate, for each revenue type and fund affected and any amounts included in the executive budget.*

The increase in revenues in each biennium is the additional federal funding the state will receive due to the increased expenditure relating to allowable expenditures.

- B. **Expenditures:** *Explain the expenditure amounts. Provide detail, when appropriate, for each agency, line item, and fund affected and the number of FTE positions affected.*

The costs paid by Medicaid for nursing facilities and basic care services are estimated to increase by \$100,000 in the 11-13 biennium, of which \$49,810 would be from the general fund. The costs for the 15-17 biennium are estimated at \$100,000 of which \$50,000 would be general fund.

- C. **Appropriations:** *Explain the appropriation amounts. Provide detail, when appropriate, for each agency and fund affected. Explain the relationship between the amounts shown for expenditures and appropriations. Indicate whether the appropriation is also included in the executive budget or relates to a continuing appropriation.*

The Department will need an appropriation increase of \$100,000 in 13-15 biennium, of which \$49,810 would be from the General Fund and \$50,190 would be from federal funds. The Department will need an appropriation increase of \$100,000 in 15-17 biennium, of which \$50,000 would be from the General Fund and \$50,000 would be from federal funds.

Name: Debra A. McDermott

Agency: Department of Human Services

Telephone: 701-328-1980

Date Prepared: 01/21/2013