

FISCAL NOTE
Requested by Legislative Council
02/17/2017

Revised
Amendment to: HB 1115

- 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.*

| | 2015-2017 Biennium | | 2017-2019 Biennium | | 2019-2021 Biennium | |
|-----------------------|--------------------|-------------|--------------------|-------------|--------------------|-------------|
| | General Fund | Other Funds | General Fund | Other Funds | General Fund | Other Funds |
| Revenues | | | | \$632,744 | | \$353,042 |
| Expenditures | | | \$632,734 | \$632,744 | \$353,054 | \$353,042 |
| Appropriations | | | \$632,734 | \$632,744 | \$353,054 | \$353,042 |

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

| | 2015-2017 Biennium | 2017-2019 Biennium | 2019-2021 Biennium |
|-------------------------|--------------------|--------------------|--------------------|
| Counties | | | |
| Cities | | | |
| School Districts | | | |
| Townships | | | |

- 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).*

Engrossed HB 1115 creates, amends & reenacts the NDCC as follows; a new subsection to section 50-24-4-15, changes to subsection 1 of section 23-09.3-01.1 & 23-16-01.1 subsection 3 of section 50-24.4-06, subsection 6 of section 50-24.4-07 & section 50-24.4-10 and subsection 1 of 50-24.4-19.

- 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.*

Engrossed HB 1115 Sections 1, 2, 3, and 4 have no impact to the department.

Section 5 provides and incentive to Nursing Facilities with an actual rate below the limit rate for indirect care and direct care costs.

Section 6 sets a property cost limit for certain facilities and would limit future property costs above the limit.

Section 7 will allow for nursing facilities to assess a higher property rate for private pay residents. Section 7 does not have a fiscal impact on Medicaid expenditures.

Rate changes would be effective January 1, 2018 and are independent of the restoration of the rebasing and operating margin in Engrossed HB 1012.

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.*

Federal dollars will be accessed to match general funds.

- 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.*

Engrossed HB 1115 Sections 1, 2, 3, and 4 have no impact to the department.

Section 5 provides an incentive to Nursing Facilities with an actual rate below the limit rate for indirect care and direct care costs.

Section 6 sets a property cost limit for certain facilities and would limit future property costs above the limit.

Section 7 will allow for nursing facilities to assess a higher property rate for private pay residents. Section 7 does not have a fiscal impact on Medicaid expenditures.

Rate changes would be effective January 1, 2018 and are independent of the restoration of the rebasing and operating margin in Engrossed HB 1012.

- 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 or a part of the appropriation is included in the executive budget or relates to a continuing appropriation.*

The Department of Human Services will need appropriations in the 2017 - 2019 biennium in the amount of \$1,265,478 and the 2019 - 2021 biennium is projected to need \$706,096.

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Date Prepared: 02/23/2017