

FISCAL NOTE
HOUSE BILL NO. 1029
LC# 23.0103.02000
01/09/2023

1 - 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.

	2021-2023 Biennium		2023-2025 Biennium		2025-2027 Biennium	
	General Fund	Other Funds	General Fund	Other Funds	General Fund	Other Funds
Revenues						
Expenditures			\$255,873	\$274,535	\$840,628	\$933,940
Appropriations			\$255,873	\$274,535	\$840,628	\$933,940

2 - County, City, School District, and Township Fiscal Effect

Identify the fiscal effect on the appropriate political subdivision.

	2021-2023 Biennium	2023-2025 Biennium	2025-2027 Biennium
Counties			
Cities			
School Districts			
Townships			

3 - Bill and Fiscal Impact Summary

Provide a brief summary of the measure, including description of the provisions having fiscal impact (limited to 300 characters).

HB1029 relates to the regulation of community health workers and Medicaid reimbursement for community health worker services.

4 - Fiscal Impact Sections Detail

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.

HB1029 Section 1 defines a community health worker and requires the Department to certify community health workers. HB1029 Section 2 creates Medicaid coverage for community health workers. The Department estimates one FTE will be necessary to complete the work in Section 1.

The Projected cost for the 2023-2025 biennium is \$530,408.

5 - Revenues Detail

For information shown under state fiscal effect in 1 or 2, please explain the revenue amounts. Provide detail, when appropriate, for each revenue type and fund affected and any amounts included in the executive budget.

6 - Expenditures Detail

For information shown under state fiscal effect in 1 or 2, please explain the expenditure amounts. Provide detail, when appropriate, for each agency, line item, and fund affected and the number of FTE positions affected.

HB1029 Section 1 defines a community health worker and requires the Department to certify community health workers. HB1029 Section 2 creates Medicaid coverage for community health workers. The Department estimates one FTE will need \$219,368, of which, \$109,684 is general fund, for the FTE to complete the work identified in Section 1. The Department estimates July 1, 2024, as a potential start date after obtaining approval from Centers for Medicare and Medicaid Services (CMS). The Department initial estimate would be to have 10 providers with a caseload of 10 clients per month. These clients would receive roughly 6 hours of services per month (15-minute unit intervals for 24 units per month) at a rate of \$15 per unit. Based on data from providers, roughly 39% of the clients they serve are Medicaid eligible. The Department expects the provider population to grow to 25 providers by the of the 2025-2027 biennium with a caseload of 25 clients per provider.

The Projected cost for the 2023-2025 biennium is \$530,408, of which, \$255,873 is general fund and \$274,535 is federal funds.

7 - Appropriations Detail

For information shown under state fiscal effect in 1 or 2, please 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.

For the 2023-2025 biennium the Department of Health and Human Services would need appropriation increases to the base level budget in SB 2012, in the following line items; salaries and wages of \$219,368, of which \$109,684 is general and \$109,684 is federal funds, grants medical assistance of \$311,040, of which, \$146,849 is general fund and \$164,851 is federal funds.

For the 2025-2027 biennium the Department of Health and Human Services would need appropriation authority of \$1,774,568 in the following line items; salaries and wages of \$219,368, of which \$109,684 is general, grants medical assistance of \$1,555,200, of which, \$730,944 is general fund.

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Date Prepared: 01/09/2023