

(Prepare in triplicate)

FISCAL NOTE

Prepared in regard to:

SENATE CONCURRENT RESOLUTION NO. 4002

(list bill or resolution and number, if available, or subject)

Amendment to:

(list bill or resolution and number)

REQUESTED BY: LEGISLATIVE COUNCIL DATE OF RECEIPT Jan. 4 1971

In the following space note the fiscal effect in dollars of the legislative proposal. If additional space is needed attach a supplementary sheet. Please type.

SEE ADDITIONAL SHEETS

Date of preparation: Jan. 9, 1971

Signed _____

Typed name LESLIE O. OVRE

Department PUBLIC WELFARE BOARD OF ND

January 9, 1971

The following information is a brief analysis of the fiscal EFFECT of the provisions of SCR 4002.

Page 1, line 20 through page 2, line 18:

Recommendations 1, 3, 4, 5, and 6 have been implemented.

Recommendation 2 requires legislative action.

Page 2, line 22 through page 3, line 13:

Recommendation 1. If implemented will cost

	<u>Total</u>	<u>State share</u>
Administrative expense	\$188,600	\$ 73,850
Computer programing	125,000	62,500
	<u>\$313,600</u>	<u>\$136,350</u>

Recommendation 2. If implemented will cost

	<u>Total</u>	<u>State share</u>
Administrative expense	\$119,000	\$ 59,500

It is difficult to estimate the potential increase in total cost of the medical services provided because of the loss of direct control of the program.

Recommendations 3 and 4. Being done. No change in cost anticipated.

Recommendation 5. If implemented will cost

	<u>Total</u>	<u>State share</u>
Payment for nursing home care	\$3,020,000	\$905,000

Recommendation 6. Implementation will cost

- a) \$115,200 - if all nursing homes audited annually by independent auditing firm.
- b) \$28,800 - if 12 nursing homes audited annually by independent auditing firm.
- c) Possible that a cooperative agreement could be made with most nursing homes to share the expense of an audit that would serve the nursing home and the Public Welfare Board.

2.

Page 3, line 17 through line 23:

Recommendations 1 and 2: Have been implemented. Will cost approximately

	<u>Total</u>	<u>State share</u>
Administration	\$24,000	\$6,000
Data processing	?	

Page 3, line 27 through page 4, line 2:

Recommendation 1. No additional cost.

Recommendation 2. No additional cost unless action taken.

Recommendation 3. Implemented. Additional cost to state - \$1,000.

Recommendation 4. Data processing cost ??

Page 4, line 7 through line 14:

Recommendations 1, 2, and 3. Nominal cost.

Page 4, line 20 through line 33:

Recommendation 1. Cost to state will depend on decision of each county welfare board.

Recommendation 2. No additional cost to state.

Recommendation 3. Depends on the desire and action of other related programs of the state.

As indicated above, the additional program cost to the state will be about \$1,105,350.00 if all recommendations are implemented. The first year data processing costs will be an additional \$66,500 and approximately \$2,000 thereafter for each year.

It is not possible to estimate the additional cost to the state if identification cards are used.