

(Return in triplicate)

FISCAL NOTE

Bill/Resolution No.: _____ Amendment to: Senate Bill No. 2038

Requested by: Legislative Council Date of Receipt: 2/20/87

Please estimate the fiscal impact of the above measure for:

State general or special funds Counties Cities

In the following space note the fiscal effect in dollars of this measure:

Narrative:

Passage of the amendment to Senate Bill No. 2038 which would delete the words "The state agency shall pay the full cost of indirect services with state, county, and federal funds" would mean that the Department of Human Services would no longer require the additional \$266,076 in state funds shown in the fiscal note to the original bill.

See supplemental sheet for computations used in determining indirect expenditures as shown in original SB2038 totalling \$266,076 in state funds.

State Fiscal Effect:

	<u>1986-87</u>		<u>1985-87</u> Biennium Total	
	<u>Special</u> <u>Funds</u>	<u>General</u> <u>Fund</u>	<u>Special</u> <u>Funds</u>	<u>General</u> <u>Fund</u>
<u>1987-88</u>	<u>1988-89</u>		<u>1987-89</u> Biennium Total	
<u>Special</u> <u>Funds</u>	<u>General</u> <u>Fund</u>	<u>Special</u> <u>Funds</u>	<u>General</u> <u>Fund</u>	<u>Special</u> <u>Funds</u>
				<u>General</u> <u>Fund</u>

County and City Fiscal Effect:

<u>1985-86</u>		<u>1986-87</u>		<u>Biennium Total</u>	
<u>Counties</u>	<u>Cities</u>	<u>Counties</u>	<u>Cities</u>	<u>Counties</u>	<u>Cities</u>

If additional space is needed, attach a supplemental sheet.

Signed *Mike Schwindt*

Typed Name MIKE SCHWINDT

Date Prepared: 2/20/87

Department HUMAN SERVICES

SB2038 NARRATIVE SUPPLEMENT

	Percent of Total <u>Expenditures</u>	Percent of Expenses Which are <u>Indirect</u>	Proportion of Total Expenditures Which are <u>Indirect</u>
Homemaker Services	6.7%	0%*	0
Home Health Aide Services	8.4	0*	0
Respite Care	6.2	38.7**	2.40
Case Management	8.5	20	1.70
Chore Services	.2	20	.04
Personal Care	62.4	18	11.23
Adult Foster Care	7.6	0	0
Total	<u>100.0%</u>		<u>15.37%</u>

*Indirect reallocated from homemaker/home health aide services to other federal programs through cost allocation procedures.

**Of the hourly rate of \$8.16 for Level I respite care, \$3.16 or 38.7% is indirect.

With passage of SB2038, the state would no longer receive federal financial participation on 15.37% of its expenditures for Medicaid Waiver for elderly and disabled, the indirect portion. This reduction in expenditures subject to federal financial participation would not affect state share of expenditures not subject to federal financial participation which would continue to be paid through state general fund dollars but only federal share of such expenditures which now would have to be paid from state general fund dollars rather than federal dollars.

	Portion of Total Expenditures Which are Indirect		Federal Share of Medicaid Waiver for Elderly and Disabled		Federal Dollars Lost, Additional General Fund Dollars Required
Fiscal Year 1988	15.37%	of	\$769,183	=	\$118,224
Fiscal Year 1989	15.37%	of	<u>961,954</u>	=	<u>147,852</u>
Total for Biennium	15.37%	of	\$1,731,137	=	\$266,076

Recipient liability impact disregarded as in recent months recipient liability was less than 2% of total expenditures (carried through 15.37% of 2% which equates to .3% of total expenditures) would need to be adjusted.