

FISCAL NOTE

(Return in triplicate)

Bill/Resolution No.: _____ Amendment to: SB 2092

Requested by Legislative Council Date of Request: 3-3-93

1. Please estimate the fiscal impact (in dollar amounts) of the above measure for state general or special funds, counties, and cities.

Narrative:

See attached.

2. State fiscal effect in dollar amounts:

1991-93 <u>Biennium</u>		1993-95 <u>Biennium</u>		1995-97 <u>Biennium</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>	<u>Special</u> <u>Funds</u>

Revenues:

Expenditures:

3. What, if any, is the effect of this measure on the appropriation for your agency or department:

- a. For rest of 1991-93 biennium: _____
b. For the 1993-95 biennium: _____
c. For the 1995-97 biennium: _____

4. County and City fiscal effect in dollar amounts:

1991-93 <u>Biennium</u>		1993-95 <u>Biennium</u>		1995-97 <u>Biennium</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 *Frank E. Gathman*

Typed Name Frank E. Gathman

Department ND Veterans Home

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Date Prepared: 3-3-93

We anticipate impacts on appropriations bills as a result of the 20 skilled nursing bed increase to the North Dakota Veterans Home in Lisbon.

It is anticipated that construction would take approximately 15 months from start to end. If everything starts July 1, 1993, occupancy would start October 1994.

This facility will be open only 9 months of this biennium; however, we will budget at 95% occupancy and will use the average statewide nursing home rate of \$77.66 per day.

Subsection 4 of section 1 of HB 1002 (Medical Assistance) would need to be increased by \$65,257, of which the federal portion would be \$46,150; the general fund portion would be \$16,601; and the county funds would be \$2,506:

20 beds x 273 days x 95% occupancy x \$77.66/day	=	\$402,822
Medical Assistance - 60% of \$402,822	=	\$241,693
Recipient and Third Party Liability = 73%	=	=(<u>\$176,436</u>)
Balance payable by Medical Assistance		\$ 65,257
.2544 funding General @	\$16,601	
.7072 funding Federal @	\$46,150	
<u>.0384</u> funding County @	<u>\$ 2,506</u>	
100%		\$65,257

Projected total costs for 1995-97 should increase for rate adjustments. Estimated increase of \$4.28 to the average rate of \$77.66 is based on changes in limits for direct, other direct, and indirect rates for 1993 from 1992 rate year.

20 beds x 730 days x 95% occupancy x \$81.94/day	=	\$1,136,508
Medical Assistance - 60% of \$1,136,508	=	\$ 681,905
Recipient and Third Party Liability = 73%	=	=(<u>\$ 497,790</u>)
Balance payable by Medical Assistance		\$ 184,115
.2556 funding General @	\$ 47,060	
.6993 funding Federal @	\$128,752	
<u>.0451</u> funding County @	<u>\$ 8,303</u>	
100%		\$184,115