

FISCAL NOTE

(Return in triplicate)

Bill/Resolution No.: SB 2272 Amendment to: _____

Requested by Legislative Council Date of Request: 1/13/93

- 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>	
General	Special	General	Special	General	Special
<u>Fund</u>	<u>Funds</u>	<u>Fund</u>	<u>Funds</u>	<u>Fund</u>	<u>Funds</u>

Revenues:

Expenditures: SEE ATTACHED

- 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 *Mike Schwindt*

Typed Name MIKE SCHWINDT

Department HUMAN SERVICES

Phone Number 224-2330

Date Prepared: 1/27/93

We expect there to be multiple impacts on appropriation bills as a result of the Developmental Center providing nursing home care for the Administrative Committee on Veteran's Affairs.

Assuming 60 beds would be used for nursing home care with 95% occupancy, and that the Developmental Center would provide the care under contract with Veteran's Affairs at the average statewide nursing home rate of \$77.66 per day, the Developmental Center would receive income of \$3.23 million. The Veteran's Affairs budget would need to be increased by a like amount in order to pay the Developmental Center.

Additionally, subsection 4 of section 1 of HB 1002 (Medical Assistance) would need to be increased by \$684,000 of which the federal portion would be \$484,000, the general fund portion would be \$174,000 and the county funds would be \$26,000:

60 beds X 730 days X 95% occupancy X \$77.66/day	=	\$3,231,435
Medical Assistance - 73% of \$3,231,435	=	\$2,358,945
Recipient and Third Party Liability = 71%		(\$1,674,852)
Balance payable by Medical Assistance		<u>\$ 684,093</u>
.2544 funding General @	\$174,033	
.7072 funding Federal @	\$483,791	
.0384 funding County @	\$ 26,269	
<u>100%</u>	<u>\$684,093</u>	

Additionally, the Developmental Center had funded its utility costs of \$203,357 allocable to Cedar Grove @ 33.3% General funds or \$67,718 which would be reduced from the \$174,033 of general funds calculated, for a net impact on the general fund of \$106,315.

Projected total costs for 1995-97 should increase for inflation by \$400,000 to \$3.6 million and the general fund for Medical Assistance would increase by about \$20,000.