

FISCAL NOTE
SENATE BILL NO. 2316
LC# 25.0753.01000
01/26/2025

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.

	2023-2025 Biennium		2025-2027 Biennium		2027-2029 Biennium	
	General Fund	Other Funds	General Fund	Other Funds	General Fund	Other Funds
Revenues						
Expenditures			\$750,000	\$750,000	\$1,000,000	\$1,000,000
Appropriations			\$750,000	\$750,000	\$1,000,000	\$1,000,000

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

Identify the fiscal effect on the appropriate political subdivision.

	2023-2025 Biennium	2025-2027 Biennium	2027-2029 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).

SB 2316 directs the Department to contract with a provider within four regions of the state to provide long-term care services to individuals with ventilator or psychiatric needs.

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.

Subsection 1 of Section 1 requires the Department to contract with four regional providers for long-term care services for individuals with ventilator or psychiatric needs. The Department estimates the yearly contract cost for each regional provider to be \$250,000, with a fiscal impact of \$2,000,000 per biennium. We anticipate a contract for the 2025-2027 biennium would be approximately 18 months, so anticipate a \$1,500,000 fiscal impact for this subsection.

Subsection 2 requires the Department to pay for the costs of providing care at a certified long-term care facility in another state. The Department already covers the cost of providing care in another state if the services are not available within the state. Therefore, there is no fiscal impact for Subsection 2.

Subsection 4 of Section 1 states a long-term care facility is eligible to receive additional funding equal to the cost of care at an out-of-state facility if the individual has ventilator or psychiatric care needs and was receiving services at an out-of-state facility in the previous year. The national average cost of care in a nursing facility for SFY2023 was \$104,028. The average cost of care for a Medicaid individual in a nursing facility was \$122,631 for SFY2023. The Department does not anticipate a fiscal impact for this subsection.

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.

Not Applicable

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.

Subsection 1 of Section 1 requires the Department to contract with a provider in four regions of the state to provide long-term care services to individuals with ventilator or psychiatric needs. The Department estimates the fiscal impact would be \$250,000 per region for the biennium to contract with providers for these services. This is estimated to cost \$2,000,000 for each biennium.

The total projected costs related to SB 2316 for the 2025-27 biennium are as follows;
Grants - Medical Assistance is \$1,500,000 of which, \$750,000 is General.

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 2025-2027 biennium, the Department of Health and Human Services would need appropriation increases to the base budget for SB 2316 in the following line item;
Grants - Medical Assistance of \$1,500,000 of which, \$750,000 is General.

For the 2027-2029 biennium, the Department of Health and Human Services would need appropriation authority in the following line item;
Grants - Medical Assistance line of \$2,000,000 of which, \$1,000,000 is General.

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