

# FISCAL NOTE

Requested by Legislative Council  
01/21/2003

Amendment to: SB 2153

**1A. 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.*

	2001-2003 Biennium		2003-2005 Biennium		2005-2007 Biennium	
	General Fund	Other Funds	General Fund	Other Funds	General Fund	Other Funds
<b>Revenues</b>				\$9,797,772		\$9,768,944
<b>Expenditures</b>			\$1,868,724	\$3,964,524	\$1,897,552	\$3,935,696
<b>Appropriations</b>						

**1B. County, city, and school district fiscal effect:** *Identify the fiscal effect on the appropriate political subdivision.*

2001-2003 Biennium			2003-2005 Biennium			2005-2007 Biennium		
Counties	Cities	School Districts	Counties	Cities	School Districts	Counties	Cities	School Districts

**2. Narrative:** *Identify the aspects of the measure which cause fiscal impact and include any comments relevant to your analysis.*

This bill relates to a provider assessment per licensed bed for intermediate care facilities for the mentally retarded. Although there is an added cost to the Department of Human Services, this bill will generate revenue of about \$5.8 million in special funds for the Tax Department, which will then be transferred to the Department of Human Services to be used as match in the medical services budget. In 03-05, these funds will be used to access \$12.4 million of federal Medicaid funds. If the bill is not passed, it would be necessary to further reduce services to recipients of Medical Services by \$18.2 million, or find another source of revenue.

**3. State fiscal effect detail:** *For information shown under state fiscal effect in 1A, please:*

**A. Revenues:** *Explain the revenue amounts. Provide detail, when appropriate, for each revenue type and fund affected and any amounts included in the executive budget.*

The Tax Department will collect \$5.8 million in provider assessments in the 03-05 biennium.

The Department of Human Services will access \$3,964,524 in federal Medicaid funds in the 03-05 to pay providers for the cost of the provider assessment.

**B. Expenditures:** *Explain the expenditure amounts. Provide detail, when appropriate, for each agency, line item, and fund affected and the number of FTE positions affected.*

The Department of Human Services will incur \$5.8 million of additional grant expenditures, with \$1.87 million being general funds to reimburse providers for the cost of the provider assessment.

**C. Appropriations:** *Explain the appropriation amounts. Provide detail, when appropriate, of the effect on the biennial appropriation for each agency and fund affected and any amounts included in the executive budget.*

*Indicate the relationship between the amounts shown for expenditures and appropriations.*

The 2003-2005 Executive Budget Recommendation for Medical Services includes \$5.8 million in other funds generated by the provider assessment that is used to match \$12.4 million in federal Medicaid funds. **If this bill does not pass, it would be necessary to further reduce services to recipients of Medical Services by \$18.2 million, or find another source of revenue.**

**Name:** Debra A. McDermott  
**Phone Number:** 328-3695

**Agency:** Human Services  
**Date Prepared:** 01/21/2003