

FISCAL NOTE
Requested by Legislative Council
02/24/2015

Amendment to: SB 2321

- 1 A. **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.*

	2013-2015 Biennium		2015-2017 Biennium		2017-2019 Biennium	
	General Fund	Other Funds	General Fund	Other Funds	General Fund	Other Funds
Revenues				\$446,905		
Expenditures			\$307,408	\$446,905		
Appropriations			\$307,408	\$446,905		

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

	2013-2015 Biennium	2015-2017 Biennium	2017-2019 Biennium
Counties			
Cities			
School Districts			
Townships			

- 2 A. **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 2321 directs the department of human services to seek federal medical assistance coverage for tribal community health representative(CHR) services; to provide for a legislative management study; to provide for a report; and to provide an effective date.

- B. **Fiscal impact sections:** *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.*

Section 1 requires the department to seek federal medical assistance coverage for tribal community health representative services for the period beginning with the effective date of this Act and ending June 30, 2017.

Section 4 makes this Act become effective on July 1, 2016, or on approval from the Centers for Medicare and Medicaid Services(CMS) for one hundred percent federal funding of the Medicaid costs for the services of the CHR, whichever occurs later.

These changes increase expenditures for the 15-17 biennium by \$754,313 of which \$307,408 is General Fund and \$446,905 are Federal Funds.

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 revenue increase represents the additional amount of federal Medicaid funding the Department will be able to access due to the reimbursement of CHR's and additional Medicaid services provided to recipients. The revenue increase is estimated at \$446,905 for the 15-17 biennium.

- 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 has estimated that 20 individuals would become certified the second year of the biennium adding 1 to 2 CHR's each month starting July 1, 2016 through the end of the 2015-2017 biennium. DHS also assumed that each CHR would have 9 clients and each client would have four visits (encounters) from the CHR annually. DHS assumed the CHR's would work with Tribal members and would qualify for 100% federal funding through Medicaid and this estimate is based on receipt of CMS approval for that funding. The estimated cost of the CHR services for the 2015-17 biennium is \$139,515 of which, 100% is from federal funds. In addition, DHS estimates that one half of the clients would become newly enrolled for Medicaid-funded home and community-based services. The estimated cost of the home and community-based services for the 2015-17 biennium is \$614,798 of which \$307,408 is from the General Fund and \$307,390 are Federal Funds.

- C. **Appropriations:** *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.*

The Department will need an appropriation increase for the 15-17 biennium of \$754,313 of which \$307,408 is General Fund and \$446,905 are Federal Funds.

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