

FISCAL NOTE
SENATE BILL NO. 2071
LC# 23.0420.01000
01/04/2023
Revised - 01/04/2023

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.

	2021-2023 Biennium		2023-2025 Biennium		2025-2027 Biennium	
	General Fund	Other Funds	General Fund	Other Funds	General Fund	Other Funds
Revenues						
Expenditures			\$915,819	\$1,214,114	\$3,019,983	\$3,405,513
Appropriations			\$915,819	\$1,214,114	\$3,019,983	\$3,405,513

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

Identify the fiscal effect on the appropriate political subdivision.

	2021-2023 Biennium	2023-2025 Biennium	2025-2027 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 2071 requires the Department to seek approval from the Centers for Medicare and Medicaid Services (CMS) to expand medical assistance coverage for pregnant women with income between 162% and 200% of the federal poverty level.

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.

Section 1 requires the Department to expand medical assistance coverage for pregnant women with income between 162% and 200% of the federal poverty level. The Department estimates that SB 2071 would expand coverage to 671 clients with an estimated Per Member Per Month (PMPM) of about \$399. The Department is estimating a 12 month ramp up starting July 1, 2024. This change would also require system changes to the

eligibility system (SPACES) and the payment system (MMIS).

The projected cost for the 2023-2025 biennium is \$2,129,933, of which \$915,819 is general fund, and \$1,214,114 is federal funds.

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.

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.

Section 1 requires the Department to expand medical assistance coverage for pregnant women with income between 162% and 200% of the federal poverty level. The Department estimates that SB 2071 would expand coverage to 1,592 clients with an estimated Per Member Per Month (PMPM) of about \$399. Due to the Public Health Emergency ending and the Department beginning the process of the Federal Unwinding period, The Department is estimating a start date of July 1, 2024, with an initial 12 month ramp up phase. The Department would also have to implement system changes to the eligibility system (SPACES) and the payment system (MMIS) to allow for the increased coverage.

The projected cost for the expanded coverage for 12 months in the 2023-2025 biennium is \$1,742,433, of which \$818,944 is general fund and \$923,489 is federal funds. The projected cost of the IT system changes in the 2023-2025 biennium is \$387,500, of which \$96,875 is general and \$290,625 is federal funds.

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 2023-2025 biennium the Department of Human Services would need appropriation increases to the base level budget in SB 2012, in the following line items; grants medical assistance of \$1,742,433 of which \$818,944 is general fund and \$923,489 is federal funds, operating of \$387,500, of which \$96,875 is general fund and \$290,625 is federal funds.

For the 2025-2027 biennium the Department of Human Services would need appropriation authority of \$6,425,496 of which \$3,019,983 is general fund and \$3,405,513 is federal fund in the grant's medical assistance line item for the medical assistance coverage proposed in SB 2071.

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