

FISCAL NOTE
Requested by Legislative Council
01/11/2017

Bill/Resolution No.: SB 2187

- 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.*

	2015-2017 Biennium		2017-2019 Biennium		2019-2021 Biennium	
	General Fund	Other Funds	General Fund	Other Funds	General Fund	Other Funds
Revenues						
Expenditures						
Appropriations						

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

	2015-2017 Biennium	2017-2019 Biennium	2019-2021 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).*

The bill instructs the Department of Human Services (Department) to implement the new Developmental Disabilities (DD) rate setting methodology on August 1, 2017 or once the Department certifies that the Centers for Medicare and Medicaid has approved the new rate setting method.

- 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.*

The DD rate setting methodology, which SB 2187 would require to be implemented, was developed by the Steering Committee. The Department planned to implement the methodology 1-1-2017, but halted plans when some providers expressed concerns about changes in their revenue under the new methodology. SB 2187 would require the Department to implement the system, using the same methodology as the Department planned to implement on 1-1-2017. While there will be varied impacts on individual providers, SB 2187 does not require the Department to change the methodology that has been developed; therefore, as introduced, SB 2187 should have no fiscal impact on HB 1072.

HB 1012 does not contain any of the cost or caseload changes used by the Department in constructing the 2017-2019 budget; therefore, funding to accommodate the cost and caseload changes would need to be added to HB 1012 in order for the Department to sustain DD services in 2017-2019.

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.*

- 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.*

- 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.*

Name: Debra A. McDermott

Agency: Human Services

Telephone: 328-3695

Date Prepared: 01/16/2017