

Fiscal Estimate - 2005 Session

Original
 Updated
 Corrected
 Supplemental

LRB Number 05-3084/1	Introduction Number SB-216
Subject May Budget Adjustment bill	
Fiscal Effect	
State:	
<input type="checkbox"/> No State Fiscal Effect <input type="checkbox"/> Indeterminate	
<input checked="" type="checkbox"/> Increase Existing Appropriations <input type="checkbox"/> Decrease Existing Appropriations <input type="checkbox"/> Create New Appropriations	<input type="checkbox"/> Increase Existing Revenues <input type="checkbox"/> Decrease Existing Revenues
<input type="checkbox"/> Increase Costs - May be possible to absorb within agency's budget <input type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Decrease Costs	
Local:	
<input checked="" type="checkbox"/> No Local Government Costs <input type="checkbox"/> Indeterminate	
1. <input type="checkbox"/> Increase Costs <input type="checkbox"/> Permissive <input type="checkbox"/> Mandatory 2. <input type="checkbox"/> Decrease Costs <input type="checkbox"/> Permissive <input type="checkbox"/> Mandatory	3. <input type="checkbox"/> Increase Revenue <input type="checkbox"/> Permissive <input type="checkbox"/> Mandatory 4. <input type="checkbox"/> Decrease Revenue <input type="checkbox"/> Permissive <input type="checkbox"/> Mandatory
5. Types of Local Government Units Affected <input type="checkbox"/> Towns <input type="checkbox"/> Village <input type="checkbox"/> Cities <input type="checkbox"/> Counties <input type="checkbox"/> Others <input type="checkbox"/> School Districts <input type="checkbox"/> WTCS Districts	
Fund Sources Affected	
<input checked="" type="checkbox"/> GPR <input type="checkbox"/> FED <input type="checkbox"/> PRO <input type="checkbox"/> PRS <input type="checkbox"/> SEG <input type="checkbox"/> SEGS 435(4)(bv)	
Affected Ch. 20 Appropriations	
Agency/Prepared By DHFS/ Richard Megna (608) 266-9359	Authorized Signature Andy Forsaith (608) 266-7684
Date 6/2/2005	

Fiscal Estimate Narratives

DHFS 6/3/2005

LRB Number	05-3084/1	Introduction Number	SB-216	Estimate Type	Original
Subject					
May Budget Adjustment bill					

Assumptions Used in Arriving at Fiscal Estimate

SB 216 would impact programs administered by the Department of Health and Family Services in three ways. AB 413 would: (1) transfer \$75,000,000 from the general fund to the MA trust fund; (2) increase the GPR benefits appropriation for the SeniorCare program by \$2,000,000 GPR; and (3) authorize the Department to fund required 2003 Act 100 supplemental payments to county-owned nursing homes from the Medicaid GPR benefits appropriation as well as the Medicaid SEG benefits appropriation.

It is projected that the Medicaid Trust Fund will have at the end of FY 2005 a negative cash balance of \$74,685,500. A transfer of \$75,000,000 into the Trust Fund would eliminate the negative cash balance and leave an estimated balance of \$314,500 on June 30, 2005.

Costs for the SeniorCare program are projected to exceed the current budget by \$906,200 GPR in FY 05. An increase of \$2,000,000 GPR would eliminate this potential deficit, and leave GPR funding of \$1,093,800 that would lapse to the General Fund at the end of FY 05.

Under 2003 Act 100, based on higher-than-budgeted federal matching funds for Medicaid claims for county-owned nursing homes, a supplemental payment of \$17,732,100 SEG must be paid to county-owned nursing homes. 2003 Act 100 required that this supplemental payment be made from the Medicaid Trust Fund. However, available SEG expenditure authority for FY 2005 for payments from the Medicaid Trust Fund totals only \$10,398,401. There is available GPR expenditure to accommodate payment of this supplement. Modifying statutory and Act 100 provisions to allow the supplemental payment to be paid from the Medicaid GPR appropriation as well as the Medicaid Trust Fund would allow this payment to be fully made in FY 05 without increasing current GPR or SEG appropriations.

Long-Range Fiscal Implications

Fiscal Estimate Worksheet - 2005 Session

Detailed Estimate of Annual Fiscal Effect

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LRB Number 05-3084/1		Introduction Number SB-216	
Subject			
May Budget Adjustment bill			
I. One-time Costs or Revenue Impacts for State and/or Local Government (do not include in annualized fiscal effect):			
The Bill would transfer \$75,000,000 from the General Fund to the Medicaid Trust Fund to eliminate a negative cast balance projected for the Medicaid Trust Fund. Also, the Bill would increase the SeniorCare GPR benefits appropriation by \$2,000,000 GPR to support program costs that are projected to exceed the current funding level by \$906,200.			
II. Annualized Costs:		Annualized Fiscal Impact on funds from:	
		Increased Costs	Decreased Costs
A. State Costs by Category			
State Operations - Salaries and Fringes		\$	
(FTE Position Changes)			
State Operations - Other Costs			
Local Assistance			
Aids to Individuals or Organizations			
TOTAL State Costs by Category		\$	\$
B. State Costs by Source of Funds			
GPR			
FED			
PRO/PRS			
SEG/SEG-S			
III. State Revenues - Complete this only when proposal will increase or decrease state revenues (e.g., tax increase, decrease in license fee, etc.)			
		Increased Rev	Decreased Rev
GPR Taxes		\$	\$
GPR Earned			
FED			
PRO/PRS			
SEG/SEG-S			
TOTAL State Revenues		\$	\$
NET ANNUALIZED FISCAL IMPACT			
		State	Local
NET CHANGE IN COSTS		\$	\$
NET CHANGE IN REVENUE		\$	\$
Agency/Prepared By		Authorized Signature	Date
DHFS/ Richard Megna (608) 266-9359		Andy Forsaith (608) 266-7684	6/2/2005