

Fiscal Estimate - 2023 Session

Original Updated Corrected Supplemental

LRB Number 23-5301/1	Introduction Number AB-1003		
Description psychiatric residential treatment facilities, providing an exemption from emergency rule procedures, and granting rule-making authority			
Fiscal Effect			
State:			
<input type="checkbox"/> No State Fiscal Effect			
<input type="checkbox"/> Indeterminate			
<input type="checkbox"/> Increase Existing Appropriations	<input type="checkbox"/> Increase Existing Revenues	<input checked="" type="checkbox"/> Increase Costs - May be possible to absorb within agency's budget	
<input type="checkbox"/> Decrease Existing Appropriations	<input type="checkbox"/> Decrease Existing Revenues	<input type="checkbox"/> Yes <input checked="" type="checkbox"/> No	
<input type="checkbox"/> Create New Appropriations		<input type="checkbox"/> Decrease Costs	
Local:			
<input type="checkbox"/> No Local Government Costs			
<input type="checkbox"/> Indeterminate			
1. <input type="checkbox"/> Increase Costs	3. <input type="checkbox"/> Increase Revenue	5. Types of Local Government Units Affected	
<input type="checkbox"/> Permissive <input type="checkbox"/> Mandatory	<input type="checkbox"/> Permissive <input type="checkbox"/> Mandatory		<input type="checkbox"/> Towns <input type="checkbox"/> Village <input type="checkbox"/> Cities
2. <input type="checkbox"/> Decrease Costs	4. <input type="checkbox"/> Decrease Revenue		<input type="checkbox"/> Counties <input type="checkbox"/> Others 0
<input type="checkbox"/> Permissive <input type="checkbox"/> Mandatory	<input type="checkbox"/> Permissive <input type="checkbox"/> Mandatory		<input type="checkbox"/> School Districts <input type="checkbox"/> WTCS Districts
Fund Sources Affected		Affected Ch. 20 Appropriations	
<input type="checkbox"/> GPR <input type="checkbox"/> FED <input type="checkbox"/> PRO <input type="checkbox"/> PRS <input type="checkbox"/> SEG <input type="checkbox"/> SEGS		20.435 (2)(a)	
Agency/Prepared By	Authorized Signature	Date	
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Fiscal Estimate Narratives

DHS 2/2/2024

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Description psychiatric residential treatment facilities, providing an exemption from emergency rule procedures, and granting rule-making authority					

Assumptions Used in Arriving at Fiscal Estimate

This proposal creates a certification process for a new category of mental health facility for youth, referred to as a Psychiatric Residential Treatment Facility, or PRTF. The bill defines a PRTF as a non-hospital facility that provides inpatient comprehensive mental health services to individuals under 21. The bill also authorizes the Wisconsin Medicaid program to reimburse certified PRTFs for services provided to Medicaid members. The proposal would require the Department to conduct rulemaking and establish a PRTF certification process. On an ongoing basis, the Department will need to conduct oversight activities to ensure facilities comply with certification activities. It is estimated that these activities will generate workload equivalent to 4.0 FTE GPR and \$340,400 GPR in cost.

The Department estimates that a 25 bed PRTF would have \$8.95 million in annual operating costs for facility staff salaries as well as food, medical, instructional, and other programming costs. The Governor's 2023-25 Biennial Budget assumed that 80% of the PRTF's beds would be occupied by Medicaid members at any given time, and therefore the facility would receive \$7.16 million in Medicaid reimbursement. The Governor's Budget assumed the need to support the facility with \$1.79 million GPR in grants to support the remaining costs, to ensure all 25 beds are available throughout the year.

Long-Range Fiscal Implications