

FISCAL ESTIMATE FORM

1999 Session

- ORIGINAL UPDATED
 CORRECTED SUPPLEMENTAL

LRB # - 4847/1

INTRODUCTION # AB 942

Admin. Rule #

Subject
Personal Care Rate Increase

Fiscal Effect

State: No State Fiscal Effect

Check columns below only if bill makes a direct appropriation or affects a sum sufficient appropriation.

Increase Costs - May be possible to Absorb Within Agency's Budget
 Yes No

- Increase Existing Appropriation Increase Existing Revenues
 Decrease Existing Appropriation Decrease Existing Revenues
 Create New Appropriation

Decrease Costs

Local: No local government costs

1. Increase Costs
 Permissive Mandatory
 2. Decrease Costs
 Permissive Mandatory

3. Increase Revenues
 Permissive Mandatory
 4. Decrease Revenues
 Permissive Mandatory

5. Types of Local Governmental Units Affected:
 Towns Villages Cities
 Counties Others _____
 School Districts WTCS Districts

Fund Sources Affected

- GPR FED PRO PRS SEG SEG-S

Affected Ch. 20 Appropriations

20.435 (4) (b), 20.435 (4) (o)


Assumptions Used in Arriving at Fiscal Estimate:

This bill increases the hourly medical assistance (MA) reimbursement rate for workers providing in-home personal care services from the current level of \$12.25 per hour to \$13.25 per hour. The bill provides \$3.5 million GPR in SFY 01 to fund the increase.

The \$1 per hour increase represents an 8.2% increase in the reimbursement rate. SFY 01 expenditures for MA personal care services is projected to be \$88.7 million AF (\$36.22 million GPR, \$52.48 million FED). The proposed increase is expected in increase expenditures in SFY 01 by \$7.27 million AF (\$2.97 million GPR, \$4.3 million FED). This estimate assumes no increase in the use of services in the first year of implementation (SFY 01). However, as a result of the rate increase, it is expected that an increase in use of service will occur in subsequent years after SFY 01, which is expected to increase expenditures. Due to lack of data, no fiscal estimate of this increased expenditure is possible at this time.

Long-Range Fiscal Implications:

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 John Kiesow, 266-9622

Date
 3-29-00

FISCAL ESTIMATE WORKSHEET

Detailed Estimate of Annual Fiscal Effect

1999 Session

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Subject

Personal Care Rate Increase

I. One-time Costs or Revenue Impacts for State and/or Local Government (do not include in annualized fiscal effect):

II. Annualized Costs:	Annualized Fiscal impact on State funds from:	
	Increased Costs	Decreased Costs
A. State Costs by Category		
State Operations - Salaries and Fringes	\$	\$ -
(FTE Position Changes)	(FTE)	(- FTE)
State Operations - Other Costs		-
Local Assistance		-
Aids to Individuals or Organizations		-
TOTAL State Costs by Category	\$	\$ -
B. State Costs by Source of Funds		
GPR	\$ 2.97 million	\$ -
FED	4.30 million	-
PRO/PRS		-
SEG/SEG-S		-
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 \$ 7.27 million \$ _____
NET CHANGE IN REVENUES \$ _____ \$ _____

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