

FISCAL ESTIMATE

DOA-2048 N(R10/96)

- ORIGINAL UPDATED
 CORRECTED SUPPLEMENTAL

Subject

Actions Affecting the Family

Fiscal Effect

State: No State Fiscal Effect SEE TEXT OF FISCAL ESTIMATE

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

SEE TEXT OF FISCAL ESTIMATE

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

Assumptions Used in Arriving at Fiscal Estimate

This bill makes a number of changes to the provisions of the statutes that apply to actions affecting the family, the two most common of which are divorce and paternity actions. Most of the changes relate to procedure and custody and physical placement determinations, and have no fiscal impact on either DHFS or local governments.

The bill has one provision, however, which could impact state SSI and MA expenditures. The bill limits a father's liability to pay past child support to the period after paternity has been adjudicated. Under current law, a father is liable for past support for the period after the child is born.

Child support benefits are considered when determining whether a child is eligible for SSI benefits or a SSI parent is eligible for a Caretaker Supplement payment. Furthermore, children who are SSI eligible are also eligible for Medical Assistance (MA). By limiting a father's liability for past support, the bill will lower the amount of support some fathers are required to pay. To the extent support payments are reduced, the bill will increase the number of individuals eligible for SSI, MA and the Caretaker Supplement, thereby raising DHFS expenditures in these areas. SSI state supplement and Caretaker supplement benefits are funded with GPR up to the state's SSI maintenance of effort (MOE) level, and with TANF beyond that. Therefore, the impact of the bill will likely be an additional need for federal TANF funds. To the degree state supplement expenditures are increased above the MOE level, DHFS would also need additional GPR. In FY 99, the SSI state supplement expenditures were \$3.9 million below MOE. Because it cannot be determined to what extent child support payments would be reduced as a result of the bill, its precise fiscal effect on DHFS and local governments cannot be determined.

Long-Range Fiscal Implications

Agency/Prepared by: (Name & Phone No.)

DHFS/OSF Jason Witt, 266-9364

Authorized Signature/Telephone No.

John Kiesow
 John Kiesow, Exec. Asst., 266-0667

Date

04/19/99

FISCAL ESTIMATE WORKSHEET

1999 Session

Detailed Estimate of Annual Fiscal Effect
DOA-2047 (R10/96)

ORIGINAL UPDATED
 CORRECTED SUPPLEMENTAL

LRB or Bill No./Adm. Rule No.
SB 107

Amendment No.

Subject

Actions Affecting the Family

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		Increased Costs	Decreased Costs
GPR		\$	\$ -
FED			-
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		\$	\$ -

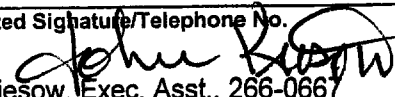
NET ANNUALIZED FISCAL IMPACT

STATE

LOCAL

NET CHANGE IN COSTS \$ SEE TEXT \$ SEE TEXT

NET CHANGE IN REVENUES \$ _____ \$ _____

Agency/Prepared by: (Name & Phone No.) DHFS/OSF Jason Witt, 266-9364	Authorized Signature/Telephone No.  John Kiesow, Exec. Asst., 266-0667	Date 04/19/99
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