

### Fiscal Estimate - 2019 Session

Original     
  Updated     
  Corrected     
  Supplemental

<b>LRB Number</b> <b>19-3987/1</b>	<b>Introduction Number</b> <b>SB-416</b>	
<b>Description</b> reimbursement rates under the Medical Assistance program for home health care services		
<b>Fiscal Effect</b>		
<b>State:</b> <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		
<b>Local:</b> <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		
<b>Fund Sources Affected</b> <b>Affected Ch. 20 Appropriations</b> <input checked="" type="checkbox"/> GPR <input checked="" type="checkbox"/> FED <input type="checkbox"/> PRO <input type="checkbox"/> PRS <input type="checkbox"/> SEG <input type="checkbox"/> SEGS		
<b>Agency/Prepared By</b> DHS/ Andrew Walsh (608) 266-5655	<b>Authorized Signature</b> Andy Forsaith (608) 266-7684	<b>Date</b> 10/1/2019

## Fiscal Estimate Narratives

DHS 10/1/2019

LRB Number	<b>19-3987/1</b>	Introduction Number	<b>SB-416</b>	Estimate Type	<b>Original</b>
<b>Description</b> reimbursement rates under the Medical Assistance program for home health care services					

### Assumptions Used in Arriving at Fiscal Estimate

This bill requires the Department to increase rates paid for home health services in the Medicaid program by 10 percent in the first fiscal year of the 2019-21 biennium and to maintain that rate in the second year of the biennium.

The Department anticipates spending \$7.1 M All-Funds (\$2.9 M GPR) for home health services in the first fiscal year of the biennium and \$7.4 M All-Funds (\$3.0 M GPR) for home health services in the second year of the biennium. These estimates reflect payments made on a fee-for-service basis and also payments for home health services that would be made by contracted managed care organizations to providers. The Department would anticipate spending an additional \$710,000 All-Funds (\$290,000 GPR) in fiscal year 2020 and \$740,000 All-Funds (\$300,000 GPR) in fiscal year 2021 to comply with the provisions of the bill.

### Long-Range Fiscal Implications