

REQUEST FOR INFORMATION

To: Representative Rubel
 From: Jared Tatro, Principal Analyst
 Date: 04/02/2019
 Re: Fiscal Analysis – S1204aa

On 4/2/2019, you requested information on the fiscal impact of S1204aa.

Work Requirements:

The Department of Health and Welfare is to monitor about 46,500 participants for work requirements and to verify if the requirements/exemptions have been met. This verification would be on a 6-MONTH basis for most members, and weekly/monthly for those that do not meet the work requirements during the 6-month "check in" as is similar to SNAP.

Cost Category	Total Cost (\$)	State Portion (\$)	Federal Portion (\$)
Work Program Costs*	\$1,313,000	\$1,313,000	\$0
Ongoing Staffing Costs (13 FTP)	\$781,404	\$285,101	\$496,303
Waiver Evaluation Ongoing Costs	\$100,000	\$50,000	\$50,000
Waiver Evaluation Onetime Costs	\$240,000	\$120,000	\$120,000
Onetime System Changes	\$925,000	\$92,500	\$832,500
Ongoing Costs Total	\$2,194,404	\$1,648,101	\$546,303
Onetime Costs Total	\$1,165,000	\$212,500	\$952,500
Total Costs**	\$3,359,404	\$1,860,601	\$1,498,803

All other fiscal impacts associated with the waivers in S1204aa

	State	Federal	Total
Health Risk Assessment	\$8,000	\$72,000	\$80,000
Coverage Option (100-138 FPL)	\$201,200	\$281,200	\$482,400
Family Planning (1 FTP)	\$108,200	\$108,200	\$216,400
TOTAL - OTHER ITEMS	\$317,400	\$461,400	\$778,800

GRAND TOTAL

FTP: 14.00 (12.00 in Self-Reliance and 2.00 in Medicaid Administration)
 STATE TOTAL: \$2,178,000
 FEDERAL TOTAL: \$1,960,200
GRAND TOTAL: \$4,138,200
 Of the total: **\$666,500 is onetime**
\$3,471,700 is ongoing

*After reviewing the bill and comparing it to the discussion points made on the Senate Floor – The bill does not appear to require DHW to provide or connect Medicaid participants with a work training program. That requirement was provided on page 4, lines 14-18 of the original S1204 and was removed with the senate amendment regarding work requirements. If requiring DHW to provide this service is no longer a requirement, then the work program costs could be reduced or eliminated. More analysis is needed on this issue.

**Moneys appropriated for waivers/purposes that CMS does not approve, would be reverted as a rescission during the 2020 Legislative Session. Additional funding is possible, depending on the details of the waivers and those actions would also be addressed during the 2020 session.