

COMMITTEE ON LEGISLATIVE RESEARCH  
OVERSIGHT DIVISION

**FISCAL NOTE**

L.R. No.: 0920-03  
Bill No.: Perfected HCS for HB 555  
Subject: Juvenile Courts; Children with Minors; Disabilities  
Type: Original  
Date: April 13, 2011

Bill Summary: This proposal encompasses many provisions relating to disabilities.

**FISCAL SUMMARY**

<b>ESTIMATED NET EFFECT ON GENERAL REVENUE FUND</b>			
FUND AFFECTED	FY 2012	FY 2013	FY 2014
General Revenue	Greater than (\$10,217,772)	Greater than (\$12,540,730)	Greater than (\$12,986,149)
<b>Total Estimated Net Effect on General Revenue Fund</b>	<b>Greater than (\$10,217,772)</b>	<b>Greater than (\$12,540,730)</b>	<b>Greater than (\$12,986,149)</b>

<b>ESTIMATED NET EFFECT ON OTHER STATE FUNDS</b>			
FUND AFFECTED	FY 2012	FY 2013	FY 2014
Developmental Disabilities Waiting List Equity Trust	More than \$100,000	More than \$100,000	More than \$100,000
Mental Health Hearings Fund	Unknown - less than \$100,000	Unknown - less than \$100,000	Unknown - less than \$100,000
<b>Total Estimated Net Effect on <u>Other</u> State Funds</b>	<b>More than \$100,000</b>	<b>More tan \$100,000</b>	<b>More than \$100,000</b>

Numbers within parentheses: ( ) indicate costs or losses.  
This fiscal note contains 19 pages.

<b>ESTIMATED NET EFFECT ON FEDERAL FUNDS</b>			
FUND AFFECTED	FY 2012	FY 2013	FY 2014
Federal Funds*	\$0	\$0	\$0
<b>Total Estimated Net Effect on <u>All</u> Federal Funds</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>

\*Income and cost would net to \$0.

<b>ESTIMATED NET EFFECT ON FULL TIME EQUIVALENT (FTE)</b>			
FUND AFFECTED	FY 2012	FY 2013	FY 2014
<b>Total Estimated Net Effect on FTE</b>	<b>0</b>	<b>0</b>	<b>0</b>

Estimated Total Net Effect on All funds expected to exceed \$100,000 savings or (cost).

Estimated Net Effect on General Revenue Fund expected to exceed \$100,000 (cost).

<b>ESTIMATED NET EFFECT ON LOCAL FUNDS</b>			
FUND AFFECTED	FY 2012	FY 2013	FY 2014
<b>Local Government</b>	<b>Could exceed \$83,333</b>	<b>Could exceed \$100,000</b>	<b>Could exceed \$100,000</b>

## FISCAL ANALYSIS

### ASSUMPTION

Officials from the **Department of Corrections, Office of the State Treasurer, Department of Health and Senior Services, Department of Insurance, Financial Institutions and Professional Registration, Department of Agriculture, Office of the State Courts Administrator, Department of Transportation, Department of Public Safety, Department of Labor and Industrial Relations, Office of the State Public Defender, Office of Prosecution Services, Department of Conservation** and the **Office of Administration - Facilities Management, Design and Construction** each assume the proposal would not fiscally impact their respective agencies.

Officials from the **Office of the Secretary of State (SOS)** assume many bills considered by the General Assembly include provisions allowing or requiring agencies to submit rules and regulations to implement the act. The SOS is provided with core funding to handle a certain amount of normal activity resulting from each year's legislative session. The fiscal impact for this fiscal note to the Secretary of State's Office for Administrative Rules is less than \$2,500. The SOS recognizes that this is a small amount and does not expect that additional funding would be required to meet these costs. However, we also recognize that many such bills may be passed by the General Assembly in a given year and that collectively the costs may be in excess of what our office can sustain with our core budget. Therefore, we reserve the right to request funding for the cost of supporting administrative rules requirements should the need arise based on a review of the finally approved bills signed by the governor.

### Section 143.1017 - Check off for the Developmental Disabilities Waiting List Equity Trust Fund:

Officials from the **Department of Mental Health (DMH)** state this creates a dedicated fund to provide community services and supports to people with developmental disabilities and their families. The fund is to consist of donations received from individual income tax refunds. DMH states it is impossible to estimate how much revenue would be received from the donations.

Officials from the **Department of Revenue (DOR)** state there would be no administrative impact to their organization, but they provided an estimate of the IT impact to implement the proposal of \$17,808 based on 672 hours of programming to make changes to several DOR systems.

ASSUMPTION (continued)

**Oversight** assumes that ITSD-DOR is provided with core funding to handle a certain amount of activity each year, and that ITSD-DOR could absorb the costs related to this proposal. If multiple bills pass which require additional staffing and duties at substantial costs, ITSD-DOR could request funding through the appropriation process.

Officials from the **Office of Administration, Division of Budget and Planning (BAP)** state that this proposal would create an income check-off to benefit a fund established in this proposal: the Developmental Disabilities Waiting List Equity Trust Fund. Taxpayers could designate a portion of their refund to the fund, and taxpayers could also write a check for donations to the fund.

To the extent the check-off is used, this proposal would increase total state revenues. BAP notes that \$324,237 in designations were made via income tax check-off in FY10.

**Oversight** assumes that the participation rate and the amount of revenue which would be provided for the Developmental Disabilities Waiting List Equity Trust Fund through this proposed check-off program are unknown.

**Oversight** notes that the Office of Administration, Division of Budget and Planning response indicated a total of \$324,327 in donations for all income tax check-off programs during FY 2010. For fiscal note purposes, Oversight will indicate annual revenue in excess of \$100,000 for the Developmental Disabilities Waiting List Equity Trust Fund. The program would be effective for tax years beginning January 1, 2011, and Oversight assumes the donations would be made from refunds beginning in January, 2012 (FY 2012).

Section 162.946 - designates October as “Disability History and Awareness Month” in all public schools;

In response to a similar proposal from this year (HCS for HB 556), officials from the **Department of Social Services - Division of Youth Services** assumed the cost for DOS-DYS would be to supply instructional materials to teachers, create curriculum guidelines, and enforce the legislation’s provisions. The cost is unknown, but less than \$100,000. Most of the expense is anticipated to be staff time required to update and develop the school curriculum and to develop materials.

**Oversight** assumes, based on responses from individual school districts, that costs associated with this proposal would be minimal and can be absorbed with existing resources.

ASSUMPTION (continued)

Officials from the **Department of Elementary and Secondary Education** assume there would be expenses to school districts in the form of training teachers and acquiring appropriate materials regarding Section 162.946. Time would be required to design curriculum or special activities. DESE does not anticipate these expenses will be significant.

In response to a similar proposal from this year (HCS for HB 556), officials from the **Special School District of St Louis County** stated this proposed legislation is not expected to have a fiscal impact on their district as they currently provide disability awareness.

In response to a similar proposal from this year (HCS for HB 556), officials from the **Independence School District** assumed little, if any, fiscal impact to their district resulting from this proposed legislation.

In response to a similar proposal from this year (HCS for HB 556), officials from the **Parkway School District** stated this part of the proposal will have no fiscal impact on their district.

In response to a similar proposal from this year (HCS for HB 556), officials from **Missouri State University, Missouri Western State University, Missouri Southern State University, University of Central Missouri, Lincoln University, Linn State Technical College, University of Missouri, Northwest Missouri State University, and Metropolitan Community College of Kansas City** stated this part of the proposal will have no fiscal impact on their respective institutions.

Section 208.152 - adds comprehensive day rehabilitation services:

Officials from the **Department of Social Services-MO HealthNet Division (MHD)** assume this legislation expands the Comprehensive Day Rehabilitation program to all adult participants. The services must be based on an individualized, goal-oriented, comprehensive and coordinated treatment plan. The MHD shall establish the definition and criteria for designation of a comprehensive day rehabilitation service facility, the benefit limitations and the payment mechanism utilizing the expertise of brain injury rehabilitation service providers and the Missouri Head Injury Advisory Council. The services must be provided in a community based facility and be authorized on tier levels based on the services the patient requires and the frequency of the services as guided by a qualified rehabilitation professional associated with a health care home.

ASSUMPTION (continued)

In FY10 there was one individual under the age of 21 with claims filed under this program. Therefore, to project costs if this program was expanded, the number of participants using the program in FY05 (when the program was available to all adults) and their costs were obtained. There were 89 adults in a category of assistance other than a category that is currently eligible for the program (under age 21, blind individuals, pregnant women or nursing home residents) who received services through the Comprehensive Day Rehabilitation program. The fee for service cost for their services in FY05 was \$526,728. It is assumed that about the same number of individuals would use the program if it were expanded. Therefore, the SFY05 cost is used as the base for estimating future costs. The rates for this program have not changed since 2005 so no inflation was applied to the costs from FY05 to FY11. A 3.6% inflation factor was applied to FY12 through FY14.

The cost to the fee-for-service program will be \$565,335 in the first full year of the program.

In addition, the MHD contracts with managed care health plans to provide medical assistance to individuals eligible under Section 208.151. The MHD assumes this legislation will apply to the managed care health plans. The total annual amount deducted from payments to the managed care health plans in FY06 (first year reductions were implemented) due to the reduction of eligibility for this service was \$10,125. Therefore, this figure was used as a base to estimate the cost to add this service back into the services offered to all adults. No inflation was added from FY05 to FY11. A 3.6% inflation factor was added to FY12 through FY14.

The cost to the managed care program will be \$10,868 in the first full year of the program.

The total cost to MHD in the first full year will be \$576,203 (\$565,335 + \$10,868).

FY12 (10 mths):	Total \$463,483 (GR \$170,144);
FY13 (12 mths):	Total \$576,203 (GR \$211,524); and
FY14 (12 mths):	Total \$596,946 (GR \$219,139).

Section 208.955 - increases the number of the MO HealthNet Oversight Committee;

In response to HB 561 from this year, officials from the **Department of Social Services (DSS)** assumed there is no fiscal impact to the DSS. Based on the historical cost of expenses reimbursed to committee members, the annual cost per member is \$175. Since this is a minimal amount, MO HealthNet Division can absorb the cost of adding one member to the committee.

ASSUMPTION (continued)

Section 630.053 & 630.095 - allows the Mental Health Earnings Fund to be used for the deposit of revenue received from the proceeds of any sales and services from Mental Health First Aid USA.

Officials from the **Department of Mental Health (DMH)** state the proposed section 630.053.5 allows the Mental Health Earnings Fund (MHEF) for the deposit of revenue received from the proceeds of any sales and services from Mental Health First Aid USA. These proceeds are to be used for the purpose of funding Mental Health First Aid USA activities. The Department of Mental Health, Office of Transformation has collaborated with the State of Maryland, the National Council for Community Behavioral Healthcare, and Mental Health First Aid (MHFA) founders to create the Mental Health First Aid-USA program. Missouri DMH will be included in authorship and copyright of the MHFA-USA manual and instructor training manual/kit. It is unknown at this time how wide spread the use of MHFA will be and how much revenue would potentially be realized as a result of MHFA training and the sale of materials. As a result, DMH assumes an unknown, < \$100,000 impact to the Mental Health Earnings Fund.

Officials from the **Office of Administration - Budget and Planning** state this section allows for any revenue received from the sale of Mental Health First Aid manuals to be deposited in the Mental Health Earnings Fund. This will impact total state revenues by an unknown amount.

House Amendment 1 - makes changes to proceedings of juvenile courts or family courts;

Officials from the **Office of the State Courts Administrator** assume the amendment would not fiscally impact the courts.

Officials from the **Department of Social Services** assume this amendment would not create a fiscal impact on their agency.

House Amendment 2 - allows the inclusion of medically necessary hearing aids to be included in MoHealthNet:

In response to a similar proposal from this year (HB 563), officials from the **Department of Social Services (DOS) - MO HealthNet Division (MHD)** stated currently, hearing aids and related covered services are offered to MO HealthNet participants who receive a full benefit package under a category of assistance for children, pregnant women, the blind or nursing facility residents. Covered services include audiological testing, hearing aids, ear molds, hearing aid

ASSUMPTION (continued)

fitting, hearing aid dispensing/evaluation, post-fitting evaluation, post-fitting adjustments, and hearing aid repairs. All hearing aids and related services must have prior approval except audiometric testing, post-fitting evaluation, post-fitting adjustment, and repairs to hearing aids no longer under warranty. The current prior approval process is paper-based and not electronic.

There would be a cost to the MHD to provide these services to participants who do not receive a full benefit package. Costs were obtained for fee-for-service participants who received hearing aids and related services in FY 05 and whom would be in a limited benefit category now. Since there have been no rate increases for these services since FY05, no inflation was applied for years FY05 through FY11. Costs were inflated by 3.6% from FY12 through FY14.

Costs for fee-for-service participants:

FY12 (10mths):	Total \$1,219,445 (\$447,658 GR);
FY13:	Total \$1,516,014 (\$556,529 GR);
FY14:	Total \$1,570,591 (\$576,564 GR).

The MHD assumes this legislation will apply to MO HealthNet Managed Care health plans. Therefore, there would be an unknown fiscal impact to the MHD for the increase in managed care capitation rates due to the additional services, the cost of the actuarial consultant for MHD to re-negotiate the current contracts with the managed care health plans, and notification to be prepared and sent to all MO HealthNet Managed Care enrollees.

Therefore, the estimated fiscal impact to MHD for Managed Care participants is unknown but less than \$100,000 in the first year for the actuarial analysis and unknown in subsequent years for any possible rate increase.

Cost for MO HealthNet Managed Care:

FY12:	Unknown < \$100,000 (unknown < \$50,000 GR);
FY13:	Unknown;
FY14:	Unknown.

In addition the bill requires that a web-based prior authorization system is used to verify medical need. The hearing aid program currently uses a paper-based prior authorization system. MHD uses a web-based prior authorization system for other services but does not have the system prepared to accommodate the hearing aid program. Algorithms will need to be developed for the hearing aid program and that cost will occur only one time in the first year of the fiscal note. The

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ASSUMPTION (continued)

cost is unknown but is anticipated to be under \$100,000.

Cost for Web-based PA System:

FY12: Unknown < \$100,000 (unknown < \$50,000 GR);  
FY13: \$0;  
FY14: \$0.

Total Cost:

This legislation is subject to appropriation so the cost is stated as a range.

FY12: (10 months): Total \$0 to greater than \$1,419,445 (GR \$0 to greater than \$547,658);  
FY13: Total \$0 to greater than \$1,516,014 (GR \$0 to greater than \$556,529);  
FY14: Total \$0 to greater than \$1,570,591 (GR \$0 to greater than \$576,564).

**Oversight** has, for fiscal note purposes only, assumed this proposal will be appropriated and reflexed the cost without a "\$0 to" range.

House Amendment 3 - allows the reimbursement to sheriff for costs of transporting a person to and from a mental health facility

In response to a similar proposal from this year (SB 428), officials from the **Missouri Department of Transportation, Department of Public Safety - Missouri State Highway Patrol, Missouri Department of Conservation, St. Louis County and City of Raytown** each assumed the proposal would have no fiscal impact on their agencies.

In response to a similar proposal from this year (SB 428), officials from the **Department of Mental Health (DMH)** stated total costs for the proposed legislation are unknown and data does not exist to calculate the cost. Since many counties do not bill at all for mileage, calculating the potential costs of deputy time is impossible. It is possible that these entities would begin billing if they could recoup the "actual costs", but whether they would is unknown. Other costs could also be included in the total actual cost.

The proposed legislation would seem to allow a sheriff to seek reimbursement for any transport to and from a mental health facility whether or not the transport was the result of a court order as

ASSUMPTION (continued)

long as the transport was pursuant to Section 632, RSMo. The number and extent of such transports is unknown. Therefore, the DMH is unable to accurately calculate the cost. The DMH estimates an unknown cost, greater than \$100,000 annually.

In response to a similar proposal from this year (SB 428), officials from the **Boone County Sheriff's Office** stated the proposal has the potential to provide very minimal revenues. Local established procedures have reduced the number of probate transports from the hospital to the courts and back to near zero. Video links have been established for mental health hearings.

House Amendment 4 - establishes an administrative renewal process for children eligible for MO HealthNet or SCHIPS benefits;

In response to a similar proposal from this year (HB 793), officials from the **Department of Mental Health (DMH)** stated the Department of Social Services estimates the proposed legislation will result in an increase in the number of non-disabled children receiving Medicaid by approximately 20,000. The DMH serves a portion of the non-disabled children's population. Through staffing, such as case workers and reimbursement officers, DMH assumes they do an adequate job of keeping children active on Medicaid/SCHIP coverage. With this assumption, there is no fiscal impact to the Department.

Officials from the **Department of Social Services-Information Technology Services** assume the following work will be required to modify the Family Assistance Management Information System to separate the reinvestigation workflow for MAF and SCHIP cases from the Adult Medicaid process, create a dynamic form, pre-populate the form with information known to FAMIS and implement a revised workflow specific to MAF and SCHIP cases:

- 1) Complete analysis and design work to establish a new reinvestigation work flow, figure out the query process for pre-populating the reinvestigation form (FAMIS has over 400 database tables), and creating the layout of the new reinvestigation form which must be dynamic, list known information and provide fields where the client can provide updates. The existing workflow must continue to be utilized for adult case reinvestigations.
- 2) Create and update functional and technical specification documents.
- 3) Create and modify computer programs needed to create extract files containing records with the data for pre-populating the form.

ASSUMPTION (continued)

- 4) Create and modify computer programs needed to automatically update the reinvestigation fields if client makes no response. Must add the ability for the eligibility specialist to mark cases where the client reported a change to prevent the reinvestigation from completing until the caseworker concludes the eligibility determination process.
- 5) Modify existing programming to by-pass the adverse action and closing action processes that are currently executed when a form is not returned.
- 6) Code the page and form definitions and the overlay for the new reinvestigation form (i.e. create the new notice).
- 7) Create test plans to validate results. This includes regression testing to ensure the existing process continues to work for adult case and user acceptance testing for implementation sign-off by FSD.
- 8) Modify job control language (JCL), update production job schedule and production documentation used by scheduling supervisor.

Estimates are based on the following assumptions:

- 1) The new policy will apply to the entire eligibility unit so actions will occur on a case basis and not an individual basis.
- 2) Estimates take into account that some cases will have more than one time of Medicaid eligibility unit (i.e. adult and MAF in the same household).
- 3) Review of other types of assistance such as Food Stamps and Temporary Assistance will be completed separately from the MAF/CHIP process (these are combined to some degree in the existing process).
- 4) All of the work will be completed by state staff at an average rate of \$42.56 per hour.
- 5) All programming work will be completed in FY12 so no development costs are projected beyond the first year (there will be ongoing print costs, see question #10).

ASSUMPTION (continued)

Estimates- Level of Effort for Automated Medicaid Reinvestigations:

Task #	Description	Estimated Effort
1	Analysis and Design	120 hours
2	Update functional and technical specification documents	80 hours
3	Write program(s) to extract information from FAMIS to pre-populate reinvestigation form.	352 hours
4	Complete programming to update rein fields if form is not returned. Add fields and programming to allow eligibility specialist to mark case to not update automatically if a form is returned with a change.	32 hours
5	Program to by-pass adverse action and auto-close processes for forms not returned.	16 hours
6	Create Advance Function Printing modules to generate form (overlay with page and form definitions). Based on existing FA-402, assume this will be a 12 page form and it takes about 24 hours per page to program).	288 hours
7	Regression, System, and User Acceptance Testing	300 hours
8	Implementation - modify Job Control Language and monthly job schedule; update production documentation (PROD DOC).	8 hours
		Total Hours = 1,196

Total Cost = 1,196 X \$42.56/hr = \$50,901.76. There is 50/50 federal match for Medicaid related development on FAMIS: Cost to Federal Funds: \$25,450.88; Cost to General Revenue: \$25,450.88. Assuming that print cost will be 100% funded by General Revenue.

Costs for FY12:

Total --\$50,901.76 systems development + \$56,630.00 print cost = \$107,531.76  
 Federal -- \$25,450.88  
 General Revenue -- \$82,080.88

Costs for FY13 and ongoing:

Total--\$67,956.00  
 Federal-- \$0.00  
 General Revenue--\$67,956.00

ASSUMPTION (continued)

Officials from the **Department of Social Services-Family Support Division (FSD)** state in SFY 2010, there were 57,629 individuals who were receiving benefits under the Family Support Division's MO HealthNet for Families or MO HealthNet for Kids programs and who lost eligibility for failure to return an annual review form. Of those, 35,027 individuals returned to one of the MO HealthNet programs within six months. The remaining 22,602 (57,629 - 35,027) individuals did not return within six months.

Under this proposed legislation, the FSD would no longer stop eligibility based on the parent or caretaker relative's failure to return the annual review. As a result, the FSD assumes that the 57,629 individuals would remain continuously eligible for MO HealthNet benefits. Therefore, the FSD would see an increase in the number of cases remaining active on the MO HealthNet programs. However, the FSD does not anticipate a need for additional staff as these cases would require minimal staff involvement.

There would be system related costs to creating the pre-populated form as well as updating the system to continue eligibility when the form is not returned. The FSD defers to OA-ITSD to determine these costs.

There is zero fiscal impact to the FSD.

Officials from the **Department of Social Services-MO HealthNet Division (MHD)** states according to the FSD there were 57,629 participants in FY10 who were in the MO HealthNet for Families, Children's Health Insurance Program (CHIP), or non-CHIP child programs who lost their eligibility for failure to return an annual review form. It is assumed that with an automatic renewal process for determining eligibility there will be an increase in the number of participants who remain continuously eligible for benefits and that the MHD will incur a cost for those benefits.

There were 32,540 of the 52,794 who returned to the program within six months, most of them within three months. Since MO HealthNet participants may receive coverage for services for the prior quarter, it is assumed there will be no new costs to the MHD for this group.

There were 20,254 out of the 52,794 who did not return to the program within six months. It is assumed that with the benefit of automatic renewal their cases will remain open. About 1,530 will pay a premium and 18,724 will not pay a premium.

The cost per eligible used for this fiscal note is based on FY10 expenditure data. The cost per eligible for the non-CHIP Child group is \$268 per month; the cost for the CHIP Child group that

ASSUMPTION (continued)

will not pay a premium is \$192 per month; and, the cost for the CHIP Child group that will pay a premium is \$192 per month but when the average premium per month (\$32.17) is deducted the net amount for this group is \$159.83 per month.

These 20,254 participants will be phased-in over 12 months. A 3.6% medical inflation was applied to FY13 and FY14. A federal match rate of 63.29% was used for all groups except CHIP and 74.39% federal match rate was used for CHIP.

FY12 (10 mths): Total \$26,988,406 (GR \$9,334,556); FY13: Total \$33,551,986 (GR \$11,604,721); FY14: Total \$34,759,857 (GR \$12,022,490).

This amendment is similar to HB 793 (1876-01) from this year. **Oversight** had to prepare a fiscal note on this bill without a response from the Department of Social Services; however, the Department of Social Services has since responded to HB 793 which Oversight will utilize.

<u>FISCAL IMPACT - State Government</u>	FY 2012 (10 Mo.)	FY 2013	FY 2014
<b>GENERAL REVENUE FUND</b>			
<u>Costs - Department Social Services</u>			
Program Costs (Section 208.152)	(\$170,144)	(\$211,524)	(\$219,139)
<u>Costs - Department of Social Services</u>			
Increase in program costs by including hearing aids coverage under MoHealthNet (HA 2)	(Greater than \$547,658)	(Greater than \$556,529)	(Greater than \$576,564)
<u>Costs - Department of Mental Health</u>			
Increase in transportation costs paid to sheriffs' departments (HA 3)	(Could exceed \$83,333)	(Could exceed \$100,000)	(Could exceed \$100,000)
<u>Costs - Department Social Services-ITSD</u>			
Program Costs (HA 4)	(\$82,081)	(\$67,956)	(\$67,956)

<u>FISCAL IMPACT - State Government</u> (continued)	FY 2012 (10 Mo.)	FY 2013	FY 2014
<u>Costs - Department Social Services-MHD</u> Program Costs (HA 4)	<u>(\$9,334,556)</u>	<u>(\$11,604,721)</u>	<u>(\$12,022,490)</u>
<b>ESTIMATED NET EFFECT ON GENERAL REVENUE FUND</b>	<b><u>Greater than (\$10,217,772)</u></b>	<b><u>Greater than (\$12,540,730)</u></b>	<b><u>Greater than (\$12,986,149)</u></b>

**DEVELOPMENTAL DISABILITIES  
WAITING LIST EQUITY TRUST  
FUND**

<u>Revenue - donations from Section</u> 143.1017	<u>More than \$100,000</u>	<u>More than \$100,000</u>	<u>More than \$100,000</u>
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<b>ESTIMATED NET EFFECT ON DEVELOPMENTAL DISABILITIES WAITING LIST EQUITY TRUST FUND</b>	<b><u>More than \$100,000</u></b>	<b><u>More than \$100,000</u></b>	<b><u>More than \$100,000</u></b>
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**MENTAL HEALTH EARNINGS  
FUND**

<u>Income - Department of Mental Health</u> Sales and training revenues of MHFA- USA information (Sections 630.053 & 630.095)	Unknown - less <u>than \$100,000</u>	Unknown - less <u>than \$100,000</u>	Unknown - less <u>than \$100,000</u>
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<b>ESTIMATED NET EFFECT TO THE MENTAL HEALTH EARNINGS FUND</b>	<b><u>Unknown - less than \$100,000</u></b>	<b><u>Unknown - less than \$100,000</u></b>	<b><u>Unknown - less than \$100,000</u></b>
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<u>FISCAL IMPACT - State Government</u> (continued)	FY 2012 (10 Mo.)	FY 2013	FY 2014
<b>FEDERAL FUNDS</b>			
<u>Income</u> - Department of Social Services Federal Assistance (Section 208.152)	\$293,339	\$364,679	\$377,807
Income - Department of Social Services Increase in program reimbursements for coverage of hearing aids (HA 2)	Greater than \$871,787	Greater than \$959,485	Greater than \$994,027
<u>Income</u> - Department of Social Services- ITSD Federal Assistance (HA 4)	\$25,451	\$0	\$0
<u>Income</u> - Department of Social Services- MHD Federal Assistance (HA 4)	\$17,653,850	\$21,947,265	\$22,737,367
<u>Costs</u> - Department of Social Services Program Costs (Section 208.152)	(\$293,339)	(\$364,679)	(\$377,807)
<u>Costs</u> - Department of Social Services Increase in program costs for inclusion of hearing aids covered by MoHealthNet (HA 2)	(Greater than \$871,787)	(Greater than \$959,485)	(Greater than \$994,027)
<u>Costs</u> - Department of Social Services- ITSD Program Costs (HA 4)	(\$25,451)	\$0	\$0
<u>Costs</u> - Department of Social Services- MHD Program Costs	<u>(\$17,653,850)</u>	<u>(\$21,947,265)</u>	<u>(\$22,737,367)</u>
<b>ESTIMATED NET EFFECT ON FEDERAL FUNDS</b>	<b><u>\$0</u></b>	<b><u>\$0</u></b>	<b><u>\$0</u></b>



<u>FISCAL IMPACT - Local Government</u>	FY 2012 (10 Mo.)	FY 2013	FY 2014
<b>LOCAL GOVERNMENTS - SHERIFFS' DEPARTMENTS</b>			
<u>Income - Sheriffs' Departments</u>			
Reimbursement for transporting persons to/from mental health facilities (HA 3)	<u>Could exceed</u> \$83,333	<u>Could exceed</u> \$100,000	<u>Could exceed</u> \$100,000
<b>ESTIMATED NET EFFECT ON LOCAL GOVERNMENTS - SHERIFFS' DEPARTMENTS</b>	<b><u>Could exceed</u></b> <b>\$83,333</b>	<b><u>Could exceed</u></b> <b>\$100,000</b>	<b><u>Could exceed</u></b> <b>\$100,000</b>

FISCAL IMPACT - Small Business

No direct fiscal impact to small businesses would be expected as a result of this proposal.

FISCAL DESCRIPTION

Section 143.1017 would create a tax refund check-off for the Developmental Disabilities Waiting List Equity Trust Fund.

Section 208.152 adds comprehensive day rehabilitation services beginning soon after trauma as part of a coordinated system of care for individuals with disabling impairments to the list of services covered under MO HealthNet. Services must be provided in a community-based facility and be authorized on tier levels based on the services and frequency of services the patient requires as guided by a qualified rehabilitation professional associated with a health care home.

Sections 630.053 & 630.095 allows the Mental Health Earnings Fund to be used for the deposit of revenue received from the proceeds of any sales and services from Mental Health First Aid USA. Subject to the approval through the appropriation process, the proceeds must be used to fund Mental Health First Aid USA activities and must be accounted for separately from all other revenues deposited into the fund. The Department of Mental Health is not required to pay the fund for proceeds made from these sales and services.

FISCAL DESCRIPTION (continued)

House Amendment 2 - adds prescribed, medically necessary hearing aids to the list of services covered under MO HealthNet benefits. Coverage of hearing aids will be subject to appropriations, and medical need will be verified using an electronic web-based prior authorization system using best medical evidence and care and treatment guidelines consistent with national standards.

House Amendment 3 - allows a sheriff to receive reimbursement for the actual costs of transporting a person to and from a mental health facility, from a public or private hospital, a non-profit charitable organization, the state, or a political subdivision.

House Amendment 4 - requires the Department of Social Services to provide a pre-populated form, completed by the Department based on all available information, and a notice to the parent or caretaker relative of a child eligible for MO HealthNet or State Children's Health Insurance Program benefits that the child's eligibility will be renewed and continued based on the available information unless the parent or relative provides other information to the Department. If there are no changes in the information, such as income or family composition, the parent or relative is not required to send the form back, and the Department must renew the child's eligibility through electronic or other means unless sufficient information is not in the state's possession and cannot be acquired from other sources without the participation of the applicant or his or her parent or relative.

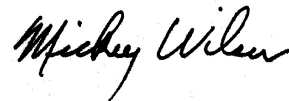
This legislation is not federally mandated, would not duplicate any other program and would not require additional capital improvements or rental space.

SOURCES OF INFORMATION

Department of Agriculture  
Office of Administration - Budget and Planning  
Office of the State Courts Administrator  
Department of Elementary and Secondary Education  
Department of Transportation  
Department of Insurance, Financial Institutions and Professional Registration  
Department of Mental Health  
Department of Corrections  
Department of Health and Senior Services  
Department of Labor and Industrial Relations  
Department of Revenue  
Department of Social Services

SOURCES OF INFORMATION (continued)

Department of Public Safety  
Office of Administration  
Office of the Secretary of State  
Office of the State Public Defender  
Office of the State Treasurer  
Office of Prosecution Services  
Department of Conservation  
Special School District of St Louis County  
Independence School District  
Parkway School District  
Missouri State University  
Missouri Western State University  
Missouri Southern State University  
University of Central Missouri  
Lincoln University  
Linn State Technical College  
University of Missouri  
Northwest Missouri State University  
Metropolitan Community College of Kansas City



Mickey Wilson, CPA  
Director  
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