

COMMITTEE ON LEGISLATIVE RESEARCH
OVERSIGHT DIVISION

FISCAL NOTE

L.R. No.: 1276-01
Bill No.: SB 218
Subject: Health Care; Medicaid
Type: Original
Date: February 4, 2015

Bill Summary: This proposal requires MO HealthNet managed care organizations to allow the increase of, or the combination of, healthy behavior incentives so that covered recipients are able to purchase specified infant and childcare items.

FISCAL SUMMARY

| ESTIMATED NET EFFECT ON GENERAL REVENUE FUND | | | |
|------------------------------------------------------|--------------------------------------|--------------------------------------|--------------------------------------|
| FUND AFFECTED | FY 2016 | FY 2017 | FY 2018 |
| General Revenue | (Unknown exceeding \$100,000) | (Unknown exceeding \$100,000) | (Unknown exceeding \$100,000) |
| Total Estimated Net Effect on General Revenue | (Unknown exceeding \$100,000) | (Unknown exceeding \$100,000) | (Unknown exceeding \$100,000) |

| ESTIMATED NET EFFECT ON OTHER STATE FUNDS | | | |
|--------------------------------------------------------|------------|------------|------------|
| FUND AFFECTED | FY 2016 | FY 2017 | FY 2018 |
| | | | |
| | | | |
| Total Estimated Net Effect on Other State Funds | \$0 | \$0 | \$0 |

Numbers within parentheses: () indicate costs or losses.
This fiscal note contains 4 pages.

| ESTIMATED NET EFFECT ON FEDERAL FUNDS | | | |
|---------------------------------------------------------------|----------------|----------------|----------------|
| FUND AFFECTED | FY 2016 | FY 2017 | FY 2018 |
| | | | |
| | | | |
| Total Estimated Net Effect on <u>All</u> Federal Funds | \$0 | \$0 | \$0 |

| ESTIMATED NET EFFECT ON FULL TIME EQUIVALENT (FTE) | | | |
|-----------------------------------------------------------|----------------|----------------|----------------|
| FUND AFFECTED | FY 2016 | FY 2017 | FY 2018 |
| | | | |
| | | | |
| Total Estimated Net Effect on FTE | 0 | 0 | 0 |

Estimated Net Effect (expenditures or reduced revenues) expected to exceed \$100,000 in any of the three fiscal years after implementation of the act.

| ESTIMATED NET EFFECT ON LOCAL FUNDS | | | |
|--------------------------------------------|----------------|----------------|----------------|
| FUND AFFECTED | FY 2016 | FY 2017 | FY 2018 |
| Local Government | \$0 | \$0 | \$0 |

FISCAL ANALYSIS

ASSUMPTION

Oversight was unable to receive agency responses in a timely manner due to the short fiscal note request time. Oversight has presented this fiscal note on the best current information that we have or on prior year information regarding a similar bill. Upon the receipt of agency responses, Oversight will review to determine if an updated fiscal note should be prepared and seek the necessary approval of the chairperson of the Joint Committee on Legislative Research to publish a new fiscal note.

Oversight assumes this proposal will have an unknown fiscal impact, greater than \$100,000 annually, that would be funded 100% with General Revenue funds. At the present time, Oversight is not aware of a federal program that would cost share with the state for increased healthy behavior incentives to provide participants with credits, moneys or reimbursement of the infant and childcare items referred to in the proposal.

| | | | |
|------------------------------------------------|-----------------|----------------|----------------|
| <u>FISCAL IMPACT - State Government</u> | FY 2016 | FY 2017 | FY 2018 |
| | (10 Mo.) | | |

GENERAL REVENUE FUND

Costs - DSS-MHD (\$208.445)

Increase in incentives for healthy behaviors to provide for the purchase of infant/childcare items

| | | |
|-------------------------------------------------|-------------------------------------------------|-------------------------------------------------|
| <u>(Unknown greater than \$100,000)</u> | <u>(Unknown greater than \$100,000)</u> | <u>(Unknown greater than \$100,000)</u> |
|-------------------------------------------------|-------------------------------------------------|-------------------------------------------------|

**ESTIMATED NET EFFECT ON THE
GENERAL REVENUE FUND**

| | | |
|--------------------------------------------------------|--------------------------------------------------------|--------------------------------------------------------|
| <u>(Unknown greater than \$100,000)</u> | <u>(Unknown greater than \$100,000)</u> | <u>(Unknown greater than \$100,000)</u> |
|--------------------------------------------------------|--------------------------------------------------------|--------------------------------------------------------|

| | | | |
|------------------------------------------------|-----------------|----------------|----------------|
| <u>FISCAL IMPACT - Local Government</u> | FY 2016 | FY 2017 | FY 2018 |
| | (10 Mo.) | | |

| | | |
|-------------------|-------------------|-------------------|
| <u>\$0</u> | <u>\$0</u> | <u>\$0</u> |
|-------------------|-------------------|-------------------|

FISCAL IMPACT - Small Business

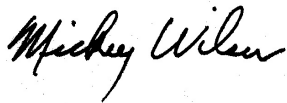
This proposal may positively impact small business retailers that sell infant and childcare items as MO HealthNet recipients purchase those items with the extra incentives received for healthy behavior.

FISCAL DESCRIPTION

This proposal requires Mo HealthNet managed care organizations to increase the size of or allow the combination of healthy behavior incentives so that covered recipients are able to purchase specified infant and childcare items, such as car seats, playpens, safety gates, and diaper bags.

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



Mickey Wilson, CPA
Director
February 4, 2015

Ross Strobe
Assistant Director
February 4, 2015