



GOVERNOR'S OFFICE OF
BUDGET AND PROGRAM PLANNING

Fiscal Note 2015 Biennium

Bill # HB0100

Title: Create a medicaid pay-for-performance pilot project

Primary Sponsor: Ehli, Ron

Status: As Introduced

- Significant Local Gov Impact
 Needs to be included in HB 2
 Technical Concerns
 Included in the Executive Budget
 Significant Long-Term Impacts
 Dedicated Revenue Form Attached

FISCAL SUMMARY

	<u>FY 2014 Difference</u>	<u>FY 2015 Difference</u>	<u>FY 2016 Difference</u>	<u>FY 2017 Difference</u>
Expenditures:				
General Fund	\$10,634	\$10,634	\$10,634	\$10,634
Federal Special Revenue	\$10,634	\$10,634	\$10,634	\$10,634
Revenue:				
General Fund	\$0	\$0	\$0	\$0
Federal Special Revenue	\$10,634	\$10,634	\$10,634	\$10,634
Net Impact-General Fund Balance:	<u>(\$10,634)</u>	<u>(\$10,634)</u>	<u>(\$10,634)</u>	<u>(\$10,634)</u>

Description of fiscal impact: HB 100 requires the creation of a task force to create a pilot project to reimburse certain Medicaid providers based on performance.

FISCAL ANALYSIS

Assumptions:

1. The committee will have 13 Governor appointed members that will incur travel, per diem, and lodging expenses.
2. The committee will have six full day meetings with one overnight stay per meeting.
3. The cost of four legislative members would be \$9,442 per year for meals, lodging, mileage, and legislative salary.
4. The cost of five provider representatives would be \$6,570 per year for meals, mileage, and lodging.
5. The cost of two family members would be \$2,628 per year for meals, mileage, and lodging.
6. The cost of one advocate would be \$1,314 per year for meals, mileage, and lodging.
7. The cost of one Montana university representative would be \$1,314 per year for meals, mileage, and lodging.

8. Meetings must be held in Helena and meeting space will be available at no cost.
9. Expenses of \$21,268 would be paid each year at the Medicaid Admin match of 50% general fund and 50% federal funds for a total cost of \$10,634 general fund and \$10,634 federal funds.

Fiscal Impact:

Expenditures:

Operating Expenses	<u>\$21,268</u>	<u>\$21,268</u>	<u>\$21,268</u>	<u>\$21,268</u>
TOTAL Expenditures	<u>\$21,268</u>	<u>\$21,268</u>	<u>\$21,268</u>	<u>\$21,268</u>

Funding of Expenditures:

General Fund (01)	\$10,634	\$10,634	\$10,634	\$10,634
Federal Special Revenue (03)	<u>\$10,634</u>	<u>\$10,634</u>	<u>\$10,634</u>	<u>\$10,634</u>
TOTAL Funding of Exp.	<u>\$21,268</u>	<u>\$21,268</u>	<u>\$21,268</u>	<u>\$21,268</u>

Revenues:

General Fund (01)	\$0	\$0	\$0	\$0
Federal Special Revenue (03)	<u>\$10,634</u>	<u>\$10,634</u>	<u>\$10,634</u>	<u>\$10,634</u>
TOTAL Revenues	<u>\$10,634</u>	<u>\$10,634</u>	<u>\$10,634</u>	<u>\$10,634</u>

Net Impact to Fund Balance (Revenue minus Funding of Expenditures):

General Fund (01)	(\$10,634)	(\$10,634)	(\$10,634)	(\$10,634)
Federal Special Revenue (03)	\$0	\$0	\$0	\$0

Sponsor's Initials

Date

Budget Director's Initials

Date