



GOVERNOR'S OFFICE OF
BUDGET AND PROGRAM PLANNING

Fiscal Note 2017 Biennium

Bill #	SB0366	Title:	Require CHIP coverage of autism spectrum disorder
Primary Sponsor:	Caferro, Mary	Status:	As Introduced

- | | | |
|---|--|--|
| <input type="checkbox"/> Significant Local Gov Impact | <input checked="" type="checkbox"/> Needs to be included in HB 2 | <input checked="" type="checkbox"/> Technical Concerns |
| <input type="checkbox"/> Included in the Executive Budget | <input type="checkbox"/> Significant Long-Term Impacts | <input type="checkbox"/> Dedicated Revenue Form Attached |

FISCAL SUMMARY

	<u>FY 2016</u> <u>Difference</u>	<u>FY 2017</u> <u>Difference</u>	<u>FY 2018</u> <u>Difference</u>	<u>FY 2019</u> <u>Difference</u>
Expenditures:				
General Fund	\$0	\$0	\$0	\$0
State Special Revenue	\$497,721	\$1,169,198	\$1,339,682	\$1,420,033
Federal Special Revenue	\$1,557,279	\$3,604,986	\$4,119,494	\$4,366,573
Revenue:				
General Fund	\$0	\$0	\$0	\$0
State Special Revenue	\$0	\$0	\$0	\$0
Federal Special Revenue	\$1,557,279	\$3,604,986	\$4,119,494	\$4,366,573
Net Impact-General Fund Balance:	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>

Description of fiscal impact: SB 366 expands the Children's Health Insurance Program to cover the treatment of autism spectrum disorder.

FISCAL ANALYSIS

Assumptions:

1. Health Resources Division
 - a) Average cost for autism services per individual is \$17,125 for FY 2016 and \$18,796 for FY 2017. Costs are anticipated to increase 6% per year in FY 2018 and FY 2019 based on the historical Medicaid growth patterns.
 - b) Based on national statistics, one in 88 children is expected to fall within the Autism Spectrum. Enrollment for FY 2016 will be lower due to the enrollment being phased in during the implementation period.

- c) The analysis is for Health Montana Kids (CHIP) enrollment only (Federal Poverty Levels of 144% to 261%).
- d) It is anticipated the same services will be available under CHIP (Children’s Health Insurance Plan) as under the State Plan for Medicaid.
- e) The Enhanced Federal Medicaid Assistance Percentage (FMAP) is estimated at 75.78% FY 2016, 75.51% FY 2017, and 75.46% in FY 2018 and FY 2019.
- f) The impact of the above assumptions are reflected in the following table:

	FY 2016	FY 2017	FY 2018	FY 2019
Cost per Individual	\$17,125	\$18,796	\$19,924	\$21,119
Average CHIP Enrollment	21,047	22,380	24,120	24,120
Anticipated Children on the Autism Spectrum	120	254	274	274
Annual Anticipated Costs	\$2,055,000	\$4,774,184	\$5,459,176	\$5,786,606
State Special Revenue	\$497,721	\$1,169,198	\$1,339,682	\$1,420,033
Federal Funds	\$1,557,279	\$3,604,986	\$4,119,494	\$4,366,573
Total	\$2,055,000	\$4,774,184	\$5,459,176	\$5,786,606

	<u>FY 2016 Difference</u>	<u>FY 2017 Difference</u>	<u>FY 2018 Difference</u>	<u>FY 2019 Difference</u>
<u>Fiscal Impact:</u>				
<u>Expenditures:</u>				
Benefits/Claims	\$2,055,000	\$4,774,184	\$5,459,176	\$5,786,606
TOTAL Expenditures	<u>\$2,055,000</u>	<u>\$4,774,184</u>	<u>\$5,459,176</u>	<u>\$5,786,606</u>
<u>Funding of Expenditures:</u>				
General Fund (01)	\$0	\$0	\$0	\$0
State Special Revenue (02)	\$497,721	\$1,169,198	\$1,339,682	\$1,420,033
Federal Special Revenue (03)	\$1,557,279	\$3,604,986	\$4,119,494	\$4,366,573
TOTAL Funding of Exp.	<u>\$2,055,000</u>	<u>\$4,774,184</u>	<u>\$5,459,176</u>	<u>\$5,786,606</u>
<u>Revenues:</u>				
General Fund (01)	\$0	\$0	\$0	\$0
State Special Revenue (02)	\$0	\$0	\$0	\$0
Federal Special Revenue (03)	\$1,557,279	\$3,604,986	\$4,119,494	\$4,366,573
TOTAL Revenues	<u>\$1,557,279</u>	<u>\$3,604,986</u>	<u>\$4,119,494</u>	<u>\$4,366,573</u>
<u>Net Impact to Fund Balance (Revenue minus Funding of Expenditures):</u>				
General Fund (01)	\$0	\$0	\$0	\$0
State Special Revenue (02)	(\$497,721)	(\$1,169,198)	(\$1,339,682)	(\$1,420,033)
Federal Special Revenue (03)	\$0	\$0	\$0	\$0

Technical Notes:

1. CHIP requires CMS approval to increase the grant award. If the award is not approved, the coverage terminates.
2. CHIP is funded by general fund and two state special revenues. If the state special revenues are insufficient, general fund will be utilized to cover the increased costs.
3. CHIP is not an entitlement grant.

Sponsor's Initials

Date

Budget Director's Initials

Date