

UNSOLICITED
EXECUTIVE AGENCY
FISCAL NOTE

AGENCY'S ESTIMATES

Date Prepared: March 4, 2015

Agency Submitting: Department of Health and Human Services, Division of Health Care Financing and Policy

Items of Revenue or Expense, or Both	Fiscal Year 2014-15	Fiscal Year 2015-16	Fiscal Year 2016-17	Effect on Future Biennia
BA 3243 Cat 28 Expenditure Offset (Expense)		\$480,422	\$479,894	\$959,788
Total	0	\$480,422	\$479,894	\$959,788

Explanation

(Use Additional Sheets of Attachments, if required)

The agency has reviewed the bill and determined it will have a fiscal impact. The bill proposes to increase a family's ability to secure assets from an estate, currently set at \$20,000 now proposed to increase to \$100,000. The Medicaid Program is required to operate the Medicaid Estate Recovery (MER) program to identify and collect funds from certain Medicaid recipients upon their death to recoup Medicaid costs paid on behalf of the recipient. The Medicaid budget includes recoupments from estates of \$20,000 or more. If this bill is passed, it will reduce the MER recoupments since Medicaid will be placed as last priority for estates at or below \$100,000. Estate Recoveries are an offset to Medicaid expenditures. If the bill is passed as written, DHCFFP will need to increase the budget request by the amount of recoveries lost.

Name Leah Lamborn

Title ASO IV

DESCRIPTION OF FISCAL EFFECT

BDR/Bill/Amendment Number: BDR 12-862 AB 130

Name of Agency: DEPARTMENT OF HEALTH AND HUMAN SERVICES (DHHS)

Division/Department: DIVISION OF HEALTH CARE FINANCING AND POLICY (DHCFP)

Date: 25-Feb-15

SFY 16	SFY 17	SFY 18	SFY 19
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BA	CAT	DESCRIPTION OF ITEM	Total	General Fund	Federal	Total	General Fund	Federal	Total	General Fund	Federal	Total	General Fund	Federal
		MEDICAL EXPENDITURES	100%	50%	50%	100%	50%	50%	100%	50%	50%	100%	50%	50%
3243	28	Expenditure Offset	480,422	240,211	240,211	479,894	239,947	239,947	479,894	239,947	239,947	479,894	239,947	239,947
		TOTAL ADMINISTRATION	480,422	240,211	240,211	479,894	239,947	239,947	479,894	239,947	239,947	479,894	239,947	239,947
		TOTAL FISCAL IMPACT	480,422	240,211	240,211	479,894	239,947	239,947	479,894	239,947	239,947	479,894	239,947	239,947

FISCAL IMPACT 16, 17	960,316	FISCAL IMPACT 18, 19	959,788
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