

COMMITTEE ON LEGISLATIVE RESEARCH
OVERSIGHT DIVISION

FISCAL NOTE

L.R. No.: 4370-02
Bill No.: Perfected HCS for HB 1683
Subject: Health and Senior Services Department; Boards, Commissions, Committees, and Councils; Health Care; Health, Public
Type: #Updated
Date: February 26, 2020
#Updated with Department of Health and Senior Services response for House Amendment 2.

Bill Summary: This proposal modifies provisions relating to Alzheimer’s and related dementias.

FISCAL SUMMARY

ESTIMATED NET EFFECT ON GENERAL REVENUE FUND			
FUND AFFECTED	FY 2021	FY 2022	FY 2023
#General Revenue	(\$398,951)	(\$464,118)	(\$468,543)
#Total Estimated Net Effect on General Revenue	(\$398,951)	(\$464,118)	(\$468,543)

ESTIMATED NET EFFECT ON OTHER STATE FUNDS			
FUND AFFECTED	FY 2021	FY 2022	FY 2023
Total Estimated Net Effect on <u>Other</u> State Funds	\$0	\$0	\$0

Numbers within parentheses: () indicate costs or losses.

This fiscal note contains 6 pages.

ESTIMATED NET EFFECT ON FEDERAL FUNDS			
FUND AFFECTED	FY 2021	FY 2022	FY 2023
Total Estimated Net Effect on <u>All</u> Federal Funds	\$0	\$0	\$0

ESTIMATED NET EFFECT ON FULL TIME EQUIVALENT (FTE)			
FUND AFFECTED	FY 2021	FY 2022	FY 2023
#General Revenue	6 FTE	6 FTE	6 FTE
#Total Estimated Net Effect on FTE	6 FTE	6 FTE	6 FTE

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 2021	FY 2022	FY 2023
Local Government	\$0	\$0	\$0

FISCAL ANALYSIS

ASSUMPTION

§191.116 - Alzheimer's State Plan Task Force

In response to the previous version of this proposal, officials from the **Department of Health and Senior Services (DHSS)** stated the proposed legislation would create the Alzheimer's State Plan Task Force.

The House Committee Substitute for HB 1680 revised date the report of recommendations is due to the Governor and General Assembly from December 31, 2020, to June 1, 2021. The substitute also adds a representative of licensed skilled nursing facilities to the Task Force.

The revised timeframe for the report will allow current employees to assist the hourly and intermittent employee (H&I); therefore, the number of hours to research, prepare, and create the report would take the same number of hours indicated in the original version of the bill.

The Department would utilize an H&I from September 1, 2020, to January 1, 2021, to assist with writing the report for the Governor and General Assembly. It is estimated that the employee would spend approximately 686.4 hours (2,080 x .33) researching and preparing the report. The H&I employee would be paid \$20.00 per hour due to the comprehensive nature of the report requirements. Therefore, the total cost to the Department would be approximately \$14,778 (686.4 x \$20 + fringe) for the first year. After FY 2021, additional information gathering would exist within the normal duties of the department. It is assumed that the Department would be tasked with the logistics of ongoing support for the task force such as scheduling meetings, travel arrangements, etc. The Department anticipates being able to absorb these costs. However, until the FY 21 budget is final, DHSS cannot identify specific funding sources.

Oversight does not have any information to the contrary. Therefore, Oversight will reflect the costs provided by DHSS for FY 21 and assumes any duties required by the task force beyond FY 21 can be accomplished with the personnel and resources appropriated to the department.

Oversight notes the **Department of Mental Health** and the **Department of Social Services** have stated the proposal would not have a direct fiscal impact on their organizations. Oversight does not have any information to the contrary. Therefore, Oversight will reflect a zero impact in the fiscal note for these organizations.

ASSUMPTION (continued)

Oversight notes, in response to the previous version of this proposal, the **Office of the Governor**, the **Department of Higher Education and Workforce Development** and the **Lieutenant Governor's Office** stated the proposal would not have a direct fiscal impact on their organizations. Oversight does not have any information to the contrary. Therefore, Oversight will reflect a zero impact in the fiscal note for these organizations.

House Amendment (HA) No. 1

Oversight notes HA 1 changes the title of the bill and assumes this title change will have no fiscal impact.

House Amendment (HA) No. 2 (§192.2000) - Alzheimer's support groups

#Officials from the **DHSS** state House Amendment 1 adds revised §192.2000 which requires DHSS to establish a family support group in every county in the state to provide information and support to persons with Alzheimer's disease and related dementias.

#To complete the requirements of this section the DHSS, Division of Senior and Disability Services (DSDS) would add six (6) FTE Aging Program Specialists (APS) II positions (\$45,000 annual salary). One APS II would be located in each of the five regions to collaborate with local resources to establish and maintain the family support groups. An additional APS II would be located in a centralized office to coordinate and support consistent efforts statewide. The total salary for all APS II \$270,000 (\$45,000 x 6 FTE).

#DSDS assumes each APS II will travel to all counties within their region twice monthly to establish and provide ongoing support to the family support groups. This will require each APS II to travel 1,000 miles per month at the standard mileage rate of \$.43/mile which will provide an annual mileage reimbursement of \$30,960 (\$0.43 x 1,000 miles x 12 months x 6 APS II).

#**Oversight** does not have any information to the contrary. Therefore, Oversight will reflect the costs provided by DHSS for fiscal note purposes.

<u>FISCAL IMPACT - State Government</u>	FY 2021 (10 Mo.)	FY 2022	FY 2023
GENERAL REVENUE FUND			
<u>Costs</u> - DHSS (§191.116) - H&I employee and benefits for Alzheimer's State Plan Task Force	(\$14,778)	\$0	\$0
<u>#Costs</u> - DHSS (§192.2000)			
Personal service	(\$225,000)	(\$272,700)	(\$275,427)
Fringe benefits	(\$133,373)	(\$159,684)	(\$160,589)
Equipment and expense	(\$25,800)	(\$31,734)	(\$32,527)
<u>#Total Costs</u> - DHSS	<u>(\$384,173)</u>	<u>(\$464,118)</u>	<u>(\$468,543)</u>
<u># FTE Change</u> - DHSS	6 FTE	6 FTE	6 FTE
#ESTIMATED NET EFFECT ON THE GENERAL REVENUE FUND	<u>(\$398,951)</u>	<u>(\$464,118)</u>	<u>(\$468,543)</u>
<u>#Estimated Net FTE Change on the General Revenue Fund</u>	6 FTE	6 FTE	6 FTE
<u>FISCAL IMPACT - Local Government</u>	FY 2021 (10 Mo.)	FY 2022	FY 2023
	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>

FISCAL IMPACT - Small Business

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

FISCAL DESCRIPTION

This bill establishes the "Alzheimer's State Plan Task Force" in the Department of Health and Senior Services which will assess all state programs that address Alzheimer's and update and maintain an integrated state plan to overcome Alzheimer's. The task force shall deliver a report of recommendations to the Governor and the General Assembly no later than June 1, 2021.

FISCAL DESCRIPTION (continued)

The Department of Health and Senior Services is to provide information and support to persons with Alzheimer's disease and related dementias by establishing a family support group in every county of the state. (§192.2000; HA 2)

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 Higher Education and Workforce Development
Department of Health and Senior Services
Department of Mental Health
Department of Social Services
Lieutenant Governor's Office
Governor's Office



Julie Morff
Director
February 26, 2020



Ross Strope
Assistant Director
February 26, 2020