

COMMITTEE ON LEGISLATIVE RESEARCH
OVERSIGHT DIVISION

FISCAL NOTE

L.R. No.: 2016-01
Bill No.: SB 695
Subject: Appropriations; Medicaid
Type: Original
Date: March 18, 2003

FISCAL SUMMARY

ESTIMATED NET EFFECT ON GENERAL REVENUE FUND			
FUND AFFECTED	FY 2004	FY 2005	FY 2006
Total Estimated Net Effect on General Revenue Fund	\$0	\$0	\$0

ESTIMATED NET EFFECT ON OTHER STATE FUNDS			
FUND AFFECTED	FY 2004	FY 2005	FY 2006
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 2004	FY 2005	FY 2006
Total Estimated Net Effect on <u>All</u> Federal Funds	\$0	\$0	\$0

ESTIMATED NET EFFECT ON LOCAL FUNDS			
FUND AFFECTED	FY 2004	FY 2005	FY 2006
Local Government	\$0	\$0	\$0

FISCAL ANALYSIS

ASSUMPTION

Officials from the **Department of Elementary and Secondary Education** and the **Department of Corrections** state this proposal would not fiscally impact their agencies.

Officials from the **Department of Social Services - Division of Medical Services (DMS)** state that the Medicaid program is an entitlement program. The DMS states it is mandated to provide services authorized by the Missouri General Assembly to Medicaid eligibles regardless of the amount of funding. The DMS states the language in this proposal attached to each section of statute dealing with appropriations seems to imply that statutorily authorized services can be discontinued without specific General Assembly action.

The DMS states adding the words “subject to appropriation” is not anticipated to cost the DMS more than today’s operations of the Medicaid program. The DMS states savings are not anticipated either by adding the words “subject to appropriation” due to the ensuing litigation resulting from discontinued or limited services without specific legislative authorization. Therefore, the DMS assume no fiscal impact.

Officials from the **Department of Health and Senior Services (DOH)** state this proposal has an

unknown fiscal impact because all funding for any services provided pursuant to all sections

ASSUMPTION (continued)

listed are limited to the appropriations made available for such services.

Officials from the **Department of Mental Health (DMH)** state the proposal adds the statement "Funding for any services provided pursuant to this section are limited to the appropriations made available for such services" to 35 statutory sections dealing with the Medicaid program. Several of these statutory sections involve Medicaid programs for which state match is provided from the DMH budget. The DMH assumes the new language is intended to limit increases in state Medicaid expenditures caused by statutory expansion of program eligibility and service coverage. The state match that comes from the DMH budget is for Medicaid program services provided or purchased by the DMH, including those administered under cooperative agreements with the Division of Medical Services. The DMH states it manages these dollars within appropriated limits. Therefore, the DMH assumes the proposed new statutory language has no fiscal impact on DMH.

<u>FISCAL IMPACT - State Government</u>	FY 2004 (10 Mo.)	FY 2005	FY 2006
	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
<u>FISCAL IMPACT - Local Government</u>	FY 2004 (10 Mo.)	FY 2005	FY 2006
	<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.

DESCRIPTION

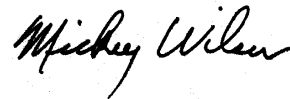
This act stipulates that funding for Medicaid services shall be limited to the appropriations made available for the services.

This legislation is not federally mandated, would not duplicate any other program and would not require additional capital improvements or rental space.

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SOURCES OF INFORMATION

Department of Social Services
Department of Health and Senior Services
Department of Mental Health
Department of Elementary and Secondary Education
Department of Corrections



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