

HF262 - 0 - "Alzheimer's Disease Working Group"

Chief Author: **Debra Kiel**
 Committee: **Health and Human Services Finance**
 Date Completed: **02/16/2017**
 Agency: **Human Services Dept**

State Fiscal Impact	Yes	No
Expenditures	X	
Fee/Departmental Earnings		X
Tax Revenue		X
Information Technology		X
Local Fiscal Impact		X

This table shows direct impact to state government only. Local government impact, if any, is discussed in the narrative. Reductions shown in the parentheses.

State Cost (Savings) Dollars in Thousands	Biennium			Biennium	
	FY2017	FY2018	FY2019	FY2020	FY2021
General Fund	-	86	74	-	-
Total	-	86	74	-	-
Biennial Total			160		-

Full Time Equivalent Positions (FTE)	Biennium			Biennium	
	FY2017	FY2018	FY2019	FY2020	FY2021
General Fund	-	.75	.75	-	-
Total	-	.75	.75	-	-

Executive Budget Officer's Comment

I have reviewed this fiscal note for reasonableness of content and consistency with MMB's Fiscal Note policies.

EBO Signature: Travis Bunch Date: 2/16/2017 5:02:32 PM
 Phone: 651 201-8038 Email: travis.bunch@state.mn.us

State Cost (Savings) Calculation Details

This table shows direct impact to state government only. Local government impact, if any, is discussed in the narrative. Reductions are shown in parentheses.

*Transfers In/Out and Absorbed Costs are only displayed when reported.

State Cost (Savings) = 1-2		Biennium			Biennium	
Dollars in Thousands		FY2017	FY2018	FY2019	FY2020	FY2021
General Fund	-	86	74	-	-	-
Total		-	86	74	-	-
Biennial Total		160		-	-	-
1 - Expenditures, Absorbed Costs*, Transfers Out*						
General Fund	-	86	74	-	-	-
Total		-	86	74	-	-
Biennial Total		160		-	-	-
2 - Revenues, Transfers In*						
General Fund	-	-	-	-	-	-
Total		-	-	-	-	-
Biennial Total		-		-	-	-

Bill Description

Section one of the bill directs the Minnesota Board on Aging (MBA) to appoint an Alzheimer’s working group consisting of no more than 20 individuals. These individuals are specified in the bill language and include the following members: a caregiver of a person with Alzheimer’s Disease; a person diagnosed with Alzheimer’s disease, representatives from nursing facilities, assisted living and adult day industries; medical care provider community representative; a psychologist of dementia care; an Alzheimer’s researcher; an Alzheimer’s Association representative; Commissioner of Health or designee; Commissioner of Human Services or designee; Ombudsman for long-term care or designee and two public members named by Governor.

Section 2 of the bill specifies the duties of the Alzheimer’s disease working group. The group must update and revise the 2011 report, *Preparing Minnesota for Alzheimer’s: the Budgetary, Social and Personal Impacts*. The working group shall consider and make recommendations and findings on numerous topics regarding Alzheimer’s specified in the bill language.

Section 3. Meetings- By July 15, 2017, the Minnesota Board on Aging must select a designee to convene the first working group open to the public. The working group will meet at least once every four years.

Section 4. Report. By January 15, 2018 and every four years, the Minnesota Board on Aging must submit a report providing the findings and recommendations of the working group to the Governor and chairs and ranking minority members of the legislative health care committees.

Assumptions

The bill is not clear about the MBA’s role in drafting and finalizing the report content. It is also silent on how the costs of holding the meetings to fulfill the requirements in Subd 3 (a) will be covered. The meetings are open to the public. The dates for the initial meeting do not correspond with the MBA’s meeting schedule which means the initial meeting of the ADWG could not occur before Oct. 15, 2017

Assuming a process similar to the 2010 ADWG process, the MBA will need a temporary unclassified position at the MAPE 16 level for 18 months to manage the process, develop materials and draft the Alzheimer’s Disease Workgroup report (ADWG). For the previous report, the MBA had an FTE and a contractor whose work was funded by two federal Alzheimer

's disease Demonstration grants. Their duties included support of the 2011 ADWG report. The federal grant funding for the FTE and contractor will no longer be available when the work group starts. Therefore, general fund appropriations are assumed.

The cost per member for the working group is based upon the average cost of Minnesota Board on Aging board meetings at \$497.24 per member per meeting based on two metro and one out-state meeting. Meeting expenses include reimbursement according to the Commissioners plan, room rental with public access and supplies. Each meeting would cost \$9,944.80.

The fiscal note assumes five meetings of the group with one meeting in the northern part of the state and one meeting in the southern part of the state. There would be three meetings in FY 18 (\$29,834) and two meetings in FY19 (\$19,890).

Expenditure and/or Revenue Formula

The estimate includes the meeting costs for 20 persons at \$497.24 a person per meeting. It also includes 5 meetings over the course of FY 18 and FY19. This cost has car rental/mileage, supplies, meeting room costs and meals included in the \$497.24 per person.

20 members * \$497.24 * 5 meetings = \$49,724. This cost is split between FY 18- \$29,834 and FY 19- \$19,890.

In addition, the temporary FTE would start in September 2017 and complete the work in FY 19 in March, 2019.

Staff Costs	FY2018	FY2019
Salaries & Benefits - .75FTE, MAPE 16	103,264	93,856
Overhead Costs	29,834	19,890
Total	133,098	113,746

Note: The bill language states that the work group would reconvene every four years (FY 22-23) which is beyond the scope of the fiscal note. Similar costs would be incurred again in FY 22-23.

Fiscal Tracking Summary (\$000's)						
Fund	BACT	Description	FY2018	FY2019	FY2020	FY2021
GF	14	CCOA admin-workgroup expenses and one temporary FTE	133	114	0	0
GF	REV2	FFP for admin @35%	(47)	(40)		
		Total Net Fiscal Impact	86	74	0	0
		Full Time Equivalent	.75	.75	0	0

Long-Term Fiscal Considerations

Note: the bill language states that the work group would reconvene every four years (FY 22, 26, etc.) which is beyond the scope of the fiscal note. Similar costs would be incurred every four years.

Local Fiscal Impact

None.

References/Sources

Costs of operating the Board Mtgs of the Minnesota Board on Aging

Agency Contact: Kari Irber 651-431-3491

Agency Fiscal Note Coordinator Signature: Don Allen

Phone: 651 431-2932

Date: 2/16/2017 4:44:36 PM

Email: Don.Allen@state.mn.us