

HF877 - 0 - "Stearns Cnty Grp Home"

Chief Author: **Paul Anderson**
 Committee: **Health and Human Services Finance**
 Date Completed: **03/30/2015**
 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	
	FY2015	FY2016	FY2017	FY2018	FY2019
General Fund	-	116	232	348	464
Total	-	116	232	348	464
Biennial Total			348		812

Full Time Equivalent Positions (FTE)	Biennium			Biennium	
	FY2015	FY2016	FY2017	FY2018	FY2019
General Fund	-	-	-	-	-
Total	-	-	-	-	-

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: Susan Earle Date: 3/30/2015 10:12:44 AM
 Phone: 651 201-8035 Email susan.earle@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		FY2015	FY2016	FY2017	FY2018	FY2019
General Fund	-	116	232	348	464	464
Total	-	116	232	348	464	464
Biennial Total			348			812
1 - Expenditures, Absorbed Costs*, Transfers Out*						
General Fund	-	116	232	348	464	464
Total	-	116	232	348	464	464
Biennial Total			348			812
2 - Revenues, Transfers In*						
General Fund	-	-	-	-	-	-
Total	-	-	-	-	-	-
Biennial Total			-			-

Bill Description

This bill amends Minnesota Statutes 2014, section 256I.05 by adding a subdivision to allow a supplementary service rate payment under the Group Residential Housing (GRH) Program for a facility in Stearns County that serves veterans.

Assumptions

This bill allows Stearns County to negotiate with a GRH provider serving veterans, to receive a Group Residential Housing (GRH) supplementary service rate in addition to the GRH housing rate. The supplementary rate is not to exceed \$482.84 per person per month, but allows for any legislatively authorized inflationary adjustments.

The primary fiscal impact of this section results from increased GRH payments due to the GRH supplemental service rate.

This facility is currently authorized to receive GRH payments for up to 42 people. DHS data shows that this facility has its first GRH recipient in October 2014 and currently serves a few GRH recipients per month. For this analysis, it is assumed that all the GRH recipients in the facility qualify for the supplemental service rate and average monthly GRH recipients are assumed to increase by ten per year.

The effective date of this provision would be July 1, 2015.

Expenditure and/or Revenue Formula

GRH Program	FY2016	FY2017	FY2018	FY2019
Average monthly GRH recipients	10	20	30	40
Average monthly supplemental rate payment	\$482.84	\$482.84	\$482.84	\$482.84
Months	12	12	12	12
Cost of new GRH recipients	\$57,941	\$115,882	\$173,822	\$231,763

Fiscal Tracking Summary (\$000s)						
Fund	BACT	Description	FY2016	FY2017	FY2018	FY2019
GF	25	Group Residential Housing	58	116	174	232
		Total Net Fiscal Impact	58	116	174	232
		Full Time Equivalents				

Long-Term Fiscal Considerations

Estimated FY2019 costs are representative of the ongoing annual cost of this proposal.

Local Fiscal Impact

None

References/Sources

Agency Contact: Jenny Ehrnst 651-431-3831

Agency Fiscal Note Coordinator Signature: Don Allen

Phone: 651 431-2932

Date: 3/26/2015 9:42:48 PM

Email: Don.Allen@state.mn.us