

HF2201 - 0 - "Advanced Care Planning on End-of-Life Care"

Chief Author: **Joe Schomacker**
 Committee: **Health and Human Services Finance**
 Date Completed: **03/13/2017**
 Agency: **Health 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)	Biennium			Biennium		
	Dollars in Thousands	FY2017	FY2018	FY2019	FY2020	FY2021
General Fund	-	500	500	500	500	500
Total	-	500	500	500	500	500
Biennial Total			1,000			1,000

Full Time Equivalent Positions (FTE)	Biennium			Biennium	
	FY2017	FY2018	FY2019	FY2020	FY2021
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: Paul Moore Date: 3/13/2017 3:03:42 PM
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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	-	500	500	500	500	500
Total		-	500	500	500	500
Biennial Total				1,000		1,000
1 - Expenditures, Absorbed Costs*, Transfers Out*						
General Fund	-	500	500	500	500	500
Total		-	500	500	500	500
Biennial Total				1,000		1,000
2 - Revenues, Transfers In*						
General Fund	-	-	-	-	-	-
Total		-	-	-	-	-
Biennial Total				-		-

Bill Description

This bill appropriates \$500,000 in FY 2018 from the general fund to the commissioner of health to award a grant to a statewide advanced care planning organization to encourage individuals, families, caregivers, and health care providers to begin conversations regarding end-of-life care choices. \$500,000 is added to the base appropriation beginning in FY 2019 and each fiscal year thereafter for grants for advanced care planning.

Assumptions

In January 2017, the MN Cancer Alliance published the “Cancer Plan Minnesota: 2025.” Objectives 17-19 in this plan relate to increasing the use of advance care planning; increasing utilization of palliative care services, and increasing the utilization of hospice services. The Minnesota Department of Health currently manages a grant for the same purpose funded by a one-time appropriation of \$250,000 from the general fund in FY 2016. The grant goes to the Twin Cities Medical Society and the grant period ends in November 2017. This bill creates a new ongoing appropriation of \$500,000 per year for the same purpose. The bill will require MDH to implement a competitive Request for Proposal (RFP) process to issue the grant. MDH assumes it will issue a competitive RFP every four years. One 0.10 FTE planner principal state is needed to develop and issue the RFP, evaluate and select the grant recipient, manage the grant and budget, conduct financial reconciliations and site visits, and provide technical assistance to adhere to procedures for sound grant management.

Expenditure and/or Revenue Formula

SUMMARY							
FUND BACT	EXPENDITURES (dollars in thousands)	FY 2017	FY 2018	FY 2019	FY 2020	FY 2021	
	Salary and Fringe Benefits	-	8	8	8	8	
	Other Operating Costs	-	0	0	0	0	
	Grants	-	491	491	491	491	
	Administrative Services	-	1	1	1	1	
	OR Indirect	-	-	-	-	-	

	Cost						
	TOTAL EXPENSES	-	500	500	500	500	
	TOTAL REVENUES	-	-	-	-	-	
	NET COST <SAVINGS>	-	500	500	500	500	

Long-Term Fiscal Considerations

Local Fiscal Impact

References/Sources

MN Cancer Alliance: Cancer Plan Minnesota 2025: <http://mncanceralliance.org/>

Agency Contact:

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