

HF4099 - 0 - Community Solutions for Healthy Child Development

Chief Author: **Rena Moran**
 Committee: **Health Finance and Policy**
 Date Completed: **3/11/2022 7:07:43 PM**
 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	FY2021	FY2022	FY2023	FY2024	FY2025
General Fund	-	-	19,000	20,000	20,000	
Total	-	-	19,000	20,000	20,000	
Biennial Total			19,000		40,000	

Full Time Equivalent Positions (FTE)	Biennium			Biennium	
	FY2021	FY2022	FY2023	FY2024	FY2025
General Fund	-	-	11	11	11
Total	-	-	11	11	11

LBO Analyst's Comment

I have reviewed this fiscal note for reasonableness of content and consistency with the LBO's Uniform Standards and Procedures.

LBO Signature: Carlos Guereca **Date:** 3/11/2022 7:07:43 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		FY2021	FY2022	FY2023	FY2024	FY2025
General Fund	-	-	19,000	20,000	20,000	20,000
Total		-	-	19,000	20,000	20,000
Biennial Total				19,000		40,000
1 - Expenditures, Absorbed Costs*, Transfers Out*						
General Fund	-	-	19,000	20,000	20,000	20,000
Total		-	-	19,000	20,000	20,000
Biennial Total				19,000		40,000
2 - Revenues, Transfers In*						
General Fund	-	-	-	-	-	-
Total		-	-	-	-	-
Biennial Total				-		-

Bill Description

The bill establishes and codifies a Community Solutions for Healthy Child Development Grants Program in Minnesota Statutes as section 145.9285. The bill establishes an 12-member advisory council and compensates members under Minnesota Statutes, section 15.059. The bill appropriates \$19,000,000 in fiscal year 2023 and \$20,000,000 in fiscal year 2024 and \$20,000,000 in fiscal year 2025.

Assumptions

We assume that the level of staffing needed to implement the bill includes a 4.0 FTE grants specialists (planner intermediate), 2.0 FTE Principal Planner State community engagement positions, 2.0 FTE management analysts level 2, and 3.0 FTE research analysts - senior level each year. The grant specialists will oversee the grantees and provide technical assistance and training where needed to meet the needs of the grant as outlined in the grantee workplans and budgets. The management analysts will provide fiscal support to grantees to ensure proper spending and assistance with invoice tracking and spenddown. The research analysts will provide evaluation support to grantees to track individual and collective impacts of the programs implemented, perform evaluation capacity assessment, provide evaluation technical assistance and work closely with external evaluators to develop and implement shared outcome measurements and disseminate evaluation findings.

The bill requires the establishment of a 12-member advisory council and permits \$55 per day compensation under Minnesota Statutes, section 15.059, and therefore incidental expense reimbursement under 43A.18, subdivision 2. We estimate compensation and incidental expense reimbursement to be \$110 per member per meeting. We assume the council will meet at least quarterly. Meeting space rental is estimated at \$600 for four meetings per year.

The bill requires the department to contract with a third-party entity for program evaluation and to build the evidence base for further actions. Based on our experience with other major evaluations, we estimate two contracts per year of \$250,000.

Of the total appropriation, we assume that \$16,689,000 in fiscal year 2023 and \$17,689,000 each year thereafter is for approximately 80 grants per year.

Expenditure and/or Revenue Formula

Expenditure (Actual Dollars)	Amount	FY 2022	FY 2023	FY 2024	FY 2025
Salary & Fringe:		FTE	FTE	FTE	FTE

Management Analyst 2	91,694		2.00	2.00	2.00
Planner Principal State	109,994		2.00	2.00	2.00
Planner Intermediate	91,694		4.00	4.00	4.00
Research Analyst, Sr	109,994		3.00	3.00	3.00
	FTE	0.00	11.00	11.00	11.00
	Subtotal	0	1,100,134	1,100,134	1,100,134
Information Technology:					
	Subtotal	0	0	0	0
Other Operating Costs:					
Council member compensation			5,280	5,280	5,280
Council meetings rental			2,400	2,400	2,400
Evaluation Contracts (qty 2)			500,000	500,000	500,000
Travel statewide for site visits			15,026	15,026	15,026
	Subtotal	0	522,706	522,706	522,706
Grants, Aids & Subsidies:					
Grants CBO/Tribal grantees (qty 80)			16,689,000	17,689,000	17,689,000
	Subtotal	0	16,689,000	17,689,000	17,689,000
Indirect (21.7% Eligible Costs)	Subtotal	0	688,506	688,506	688,506
Expenditure	Total	0	19,000,346	20,000,346	20,000,346
Fiscal Tracking (Dollars in Thousands)					
		FY 2022	FY 2023	FY 2024	FY 2025
Health Improvement BACT 01		0	19,000	20,000	20,000
Administration		0	2,311	2,311	2,311
Grants		0	16,689	17,689	17,689

Long-Term Fiscal Considerations

Local Fiscal Impact

References/Sources

Agency Contact:

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