

OFFICE OF FISCAL ANALYSIS

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HB-6677

AN ACT CONCERNING ADULT DAY CENTERS.

OFA Fiscal Note

State Impact:

Agency Affected	Fund-Effect	FY 24 \$	FY 25 \$
Social Services, Dept.	GF - Cost	500,000	500,000
Social Services, Dept.	GF - Potential Cost	See Below	See Below

Note: GF=General Fund

Municipal Impact: None

Explanation

The bill results in a state cost of approximately \$500,000 in FY 24 and FY 25 to the Department of Social Services (DSS) associated with increasing Medicaid rates for adult day care services by ten percent. The increased funding is intended to support related transportation costs.

The bill could also result in a cost to DSS associated with covering the Program of All-Inclusive Care for the Elderly (PACE) services under Medicaid. The bill allows but does not require DSS to cover PACE services under the Medicaid state plan, within available appropriations. To the extent DSS applies for and receives federal approval for coverage, the cost will depend on several factors including: (1) eligibility criteria for participants and providers, (2) Medicaid rates and payment structure, (3) service utilization, and (4) any potential offsetting savings to the extent eligible participants utilizing other state-funded services transition to services covered under PACE.

The Out Years

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Contributing Analyst(s): LD

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The annualized ongoing fiscal impact identified above would continue into the future subject to utilization levels and the Medicaid rates established.