



## Fiscal Note

### H.B. 307

2015 General Session  
 Medicaid Expansion Provisions  
 by Spendlove, R.



#### General, Education, and Uniform School Funds

JR4-5-101

	Ongoing	One-time	Total
Net GF/EF/USF (rev.-exp.)	\$(30,126,300)	\$38,061,400	\$7,935,100

#### State Government

UCA 36-12-13(2)(b)

Enacting this bill could increase federal funds receipts by the following amounts: \$1.2 million in FY 2015, \$243 million in FY 2016, \$290 million in FY 2017, and \$355 million in FY 2021.

Revenues	FY 2015	FY 2016	FY 2017
Federal Funds	\$1,179,500	\$242,856,200	\$290,056,200
Total Revenues	\$1,179,500	\$242,856,200	\$290,056,200

Enacting this bill could increase total costs for Medicaid by an estimated \$1.4 million in FY 2015, \$235 million in FY 2016 and \$290 million in FY 2017. By FY 2021 the total cost increase could be around \$385 million. Federal funding will cover these cost increases and reduce the State's share of costs by \$8.2 million in FY 2016 and \$1.4 million in FY 2017. In FY 2018 costs to the General Fund could be \$8.1 million. By FY 2021 the bill's General Fund cost could be an estimated \$30 million. If enactment of this bill results in more currently eligible, but not enrolled Medicaid clients signing up for Medicaid, then there could be costs of \$8.1 million General Fund and \$18.5 million federal funds in FY 2016 and \$19.3 million General Fund and \$47.2 million federal funds in FY 2021. If everyone eligible enrolled for Medicaid under enactment of this bill, total costs could increase for Medicaid by an estimated \$1.4 million in FY 2015, \$485 million in FY 2016 and \$570 million in FY 2017. By FY 2021 the total cost increase could be around \$760 million. In FY 2017 costs to the General Fund could be \$3.8 million. By FY 2021 the bill's General Fund cost could be an estimated \$65 million.

Expenditures	FY 2015	FY 2016	FY 2017
General Fund	\$0	\$30,126,300	\$30,126,300
Federal Funds	\$1,179,500	\$242,856,300	\$290,056,300
General Fund, One-Time	\$238,600	\$(38,300,000)	\$(31,500,000)
Total Expenditures	\$1,418,100	\$234,682,600	\$288,682,600

<b>Net All Funds</b>	<b>\$(238,600)</b>	<b>\$8,173,600</b>	<b>\$1,373,600</b>
----------------------	--------------------	--------------------	--------------------

**Local Government**

UCA 36-12-13(2)(c)

Local government mental health and substance abuse services will be replaced with full Medicaid coverage at a higher federal match rate for 7,000 individuals which generates General Fund savings of about \$1,300,000 in FY 2016. These savings then decline annually beginning in FY 2017 to about \$1,000,000 by FY 2021. County governments will also see savings for newly eligible inmates for Medicaid to cover some inpatient hospital medical costs.

**Individuals & Businesses**

UCA 36-12-13(2)(d)

Up to 53,000 recipients could begin paying existing Medicaid co-pays and other related costs beginning in FY 2016 in exchange for expanded services.

**Performance Note**

JR4-2-404

Required of the Health and due by February 11, 2015

**Notes on Notes**

Fiscal notes estimate the direct costs or revenues of enacting a bill. The Legislature uses them to balance the budget. They do not measure a bill's benefits or non-fiscal impacts like opportunity costs, wait times, or inconvenience. A fiscal note is not an appropriation. The Legislature decides appropriations separately.