

Senator Daniel R. Liljenquist proposes the following substitute bill:

MEDICAID REFORM

2011 GENERAL SESSION

STATE OF UTAH

Chief Sponsor: Daniel R. Liljenquist

House Sponsor: John Dougall

LONG TITLE

General Description:

This bill amends the Medical Assistance Act and the Budgetary Procedures Act.

Highlighted Provisions:

This bill:

▶ requires the Department of Health to develop a proposal to modify the Medicaid program in a way that maximizes replacement of the fee-for-service delivery model

with one or more risk-based delivery models;

▶ specifies criteria for the proposal;

▶ requires the department, to the extent possible, to develop the proposal with the input of stakeholder groups representing those who will be affected by the proposal.

▶ requires the department to report to the Legislature on the development of the proposal;

▶ requires the department to submit a request to the Centers for Medicare and Medicaid Services for waivers from federal law to implement the proposal;

▶ directs the department to implement the proposal in the fiscal year following the fiscal year in which the waivers are approved;

▶ provides definitions;

▶ creates the Medicaid Growth Reduction and Budget Stabilization Account restricted



- 26 account;
- 27 ▶ specifies conditions under which Medicaid growth savings shall be transferred or
- 28 appropriated to the account;
- 29 ▶ provides that Medicaid growth savings not transferred into the account shall be
- 30 included in the base budget for the second following fiscal year;
- 31 ▶ specifies the priority of the account's claim on General Fund revenue surplus;
- 32 ▶ specifies how money in the account may be used;
- 33 ▶ makes conforming amendments; and
- 34 ▶ makes technical corrections.

35 **Money Appropriated in this Bill:**

36 None

37 **Other Special Clauses:**

38 None

39 **Utah Code Sections Affected:**

40 AMENDS:

- 41 **63J-1-312**, as renumbered and amended by Laws of Utah 2009, Chapter 183
- 42 **63J-1-314**, as last amended by Laws of Utah 2009, Chapter 389 and renumbered and
- 43 amended by Laws of Utah 2009, Chapter 183
- 44 **63M-1-905**, as last amended by Laws of Utah 2010, Chapters 245 and 278

45 ENACTS:

- 46 **26-18-405**, Utah Code Annotated 1953
- 47 **63J-1-315**, Utah Code Annotated 1953



49 *Be it enacted by the Legislature of the state of Utah:*

50 Section 1. Section **26-18-405** is enacted to read:

51 **26-18-405. Waivers to maximize replacement of fee-for-service delivery model.**

52 (1) The department shall develop a proposal to amend the state plan for the Medicaid
53 program in a way that maximizes replacement of the fee-for-service delivery model with one or
54 more risk-based delivery models.

55 (2) The proposal shall:

56 (a) restructure the program's provider payment provisions to reward health care

57 providers for delivering the most appropriate services at the lowest cost and in ways that,
58 compared to services delivered before implementation of the proposal, maintain or improve
59 recipient health status;

60 (b) restructure the program's cost sharing provisions and other incentives to reward
61 recipients for personal efforts to:

62 (i) maintain or improve their health status; and

63 (ii) use providers that deliver the most appropriate services at the lowest cost;

64 (c) identify the evidence-based practices and measures, risk adjustment methodologies,
65 payment systems, funding sources, and other mechanisms necessary to reward providers for
66 delivering the most appropriate services at the lowest cost, including mechanisms that:

67 (i) pay providers for packages of services delivered over entire episodes of illness
68 rather than for individual services delivered during each patient encounter; and

69 (ii) reward providers for delivering services that make the most positive contribution to
70 a recipient's health status;

71 (d) limit total annual per-patient-per-month expenditures for services delivered through
72 fee-for-service arrangements to total annual per-patient-per-month expenditures for services
73 delivered through risk-based arrangements covering similar recipient populations and services;
74 and

75 (e) limit the rate of growth in per-patient-per-month General Fund expenditures for the
76 program to the rate of growth in General Fund expenditures for all other programs, when the
77 rate of growth in the General Fund expenditures for all other programs is greater than zero.

78 (3) To the extent possible, the department shall develop the proposal with the input of
79 stakeholder groups representing those who will be affected by the proposal.

80 (4) No later than June 1, 2011, the department shall submit a written report on the
81 development of the proposal to the Legislature's Executive Appropriations Committee, Social
82 Services Appropriations Subcommittee, and Health and Human Services Interim Committee.

83 (5) No later than July 1, 2011, the department shall submit to the Centers for Medicare
84 and Medicaid Services within the United States Department of Health and Human Services a
85 request for waivers from federal statutory and regulatory law necessary to implement the
86 proposal.

87 (6) After the request for waivers has been made, and prior to its implementation, the

88 department shall report to the Legislature in accordance with Section 26-18-3 on any
89 modifications to the request proposed by the department or made by the Centers for Medicare
90 and Medicaid Services.

91 (7) The department shall implement the proposal in the fiscal year that follows the
92 fiscal year in which the United States Secretary of Health and Human Services approves the
93 request for waivers.

94 Section 2. Section **63J-1-312** is amended to read:

95 **63J-1-312. Establishing a General Fund Budget Reserve Account -- Providing for**
96 **deposits and expenditures from the account -- Providing for interest generated by the**
97 **account.**

98 (1) As used in this section:

99 (a) "Education Fund budget deficit" means a situation where appropriations made by
100 the Legislature from the Education Fund for a fiscal year exceed the estimated revenues
101 adopted by the Executive Appropriations Committee of the Legislature for the Education Fund
102 in that fiscal year.

103 (b) "General Fund appropriations" means the sum of the spending authority for a fiscal
104 year that is:

105 (i) granted by the Legislature in all appropriation acts and bills; and

106 (ii) identified as coming from the General Fund.

107 (c) "General Fund budget deficit" means a situation where General Fund appropriations
108 made by the Legislature for a fiscal year exceed the estimated revenues adopted by the
109 Executive Appropriations Committee of the Legislature for the General Fund in that fiscal year.

110 (d) "General Fund revenue surplus" means a situation where actual General Fund
111 revenues collected in a completed fiscal year exceed the estimated revenues for the General
112 Fund for that fiscal year that were adopted by the Executive Appropriations Committee of the
113 Legislature.

114 (e) "Operating deficit" means that, at the end of the fiscal year, the [~~unreserved and~~
115 ~~undesignated~~] unassigned fund balance in the General Fund is less than zero.

116 (2) There is created within the General Fund a restricted account to be known as the
117 General Fund Budget Reserve Account, which is designated to receive the legislative
118 appropriations, investment earnings, and the surplus revenue required to be deposited into the

119 account by this section.

120 (3) (a) (i) Except as provided in Subsection (3)(a)(ii), at the end of any fiscal year in
121 which the Division of Finance, in consultation with the Legislative Fiscal Analyst and in
122 conjunction with the completion of the annual audit by the state auditor, determines that there
123 is a General Fund revenue surplus, the Division of Finance shall transfer 25% of the General
124 Fund revenue surplus to the General Fund Budget Reserve Account.

125 (ii) If the transfer of 25% of the General Fund revenue surplus to the General Fund
126 Budget Reserve Account would cause the balance in the account to exceed 6% of General Fund
127 appropriations for the fiscal year in which the revenue surplus occurred, the Division of
128 Finance shall transfer only those funds necessary to ensure that the balance in the account
129 equals 6% of General Fund appropriations for the fiscal year in which the General Fund
130 revenue surplus occurred.

131 (iii) The Division of Finance shall calculate the amount to be transferred under this
132 Subsection (3)(a):

133 (A) after making the transfer of General Fund revenue surplus to the Medicaid Budget
134 Stabilization Restricted Account, as provided in Section 63J-1-315;

135 [~~(A)~~] (B) before transferring from the General Fund revenue surplus any other year-end
136 contingency appropriations, year-end set-asides, or other year-end transfers required by law;
137 and

138 [~~(B)~~] (C) excluding the investment earnings for the fiscal year and excluding any direct
139 legislative appropriation made to the General Fund Budget Reserve Account for the fiscal year.

140 (b) (i) Except as provided in Subsection (3)(b)(ii), in addition to Subsection (3)(a)(i), if
141 a General Fund revenue surplus exists and if, within the last 10 years, the Legislature has
142 appropriated any money from the General Fund Budget Reserve Account that has not been
143 replaced by appropriation or as provided in this Subsection (3)(b), the Division of Finance shall
144 transfer up to 25% more of the General Fund revenue surplus to the General Fund Budget
145 Reserve Account to replace the amounts appropriated, until direct legislative appropriations, if
146 any, and transfers from the General Fund revenue surplus under this Subsection (3)(b) have
147 replaced the appropriations from the account.

148 (ii) If the transfer under Subsection (3)(b)(i) would cause the balance in the account to
149 exceed 6% of General Fund appropriations for the fiscal year in which the revenue surplus

150 occurred, the Division of Finance shall transfer only those funds necessary to ensure that the
151 balance in the account equals 6% of General Fund appropriations for the fiscal year in which
152 the revenue surplus occurred.

153 (iii) The Division of Finance shall calculate the amount to be transferred under this
154 Subsection (3)(b):

155 (A) after making the transfer of General Fund revenue surplus to the Medicaid Budget
156 Stabilization Restricted Account, as provided in Section 63J-1-315;

157 ~~[(A)]~~ (B) before transferring from the General Fund revenue surplus any other year-end
158 contingency appropriations, year-end set-asides, or other year-end transfers required by law;
159 and

160 ~~[(B)]~~ (C) excluding the investment earnings for the fiscal year and excluding any direct
161 legislative appropriation made to the General Fund Budget Reserve Account for the fiscal year.

162 (c) For appropriations made by the Legislature to the General Fund Budget Reserve
163 Account, the Division of Finance shall treat those appropriations, unless otherwise specified in
164 the appropriation, as replacement funds for appropriations made from the account if funds were
165 appropriated from the General Fund Budget Reserve Account within the past 10 years and have
166 not yet been replaced.

167 ~~[(4)(a) If, at the close of any fiscal year, there appear to be insufficient monies to pay~~
168 ~~additional debt service for any bonded debt authorized by the Legislature, the Division of~~
169 ~~Finance may hold back from any General Fund revenue surplus monies sufficient to pay the~~
170 ~~additional debt service requirements resulting from issuance of bonded debt that was~~
171 ~~authorized by the Legislature.]~~

172 ~~[(b) The Division of Finance may not spend the hold back amount for debt service~~
173 ~~under Subsection (4)(a) unless and until it is appropriated by the Legislature.]~~

174 ~~[(c) If, after calculating the amount for transfers to the General Fund Budget Reserve~~
175 ~~Account, the remaining General Fund revenue surplus is insufficient to cover the hold back for~~
176 ~~debt service required by Subsection (4)(a), the Division of Finance shall reduce the transfer to~~
177 ~~the General Fund Budget Reserve Account by the amount necessary to cover the debt service~~
178 ~~hold back.]~~

179 ~~[(d) Notwithstanding Subsection (3), the Division of Finance shall hold back the~~
180 ~~General Fund balance for debt service authorized by this Subsection (4) before making any~~

181 ~~transfers to the General Fund Budget Reserve Account or any other designation or allocation of~~
182 ~~General Fund revenue surplus.]~~

183 ~~[(5) Notwithstanding Subsection (3), if, at the end of a fiscal year, the Division of~~
184 ~~Finance determines that an operating deficit exists and that holding back the transfers to the~~
185 ~~State Disaster Recovery Restricted Account under Section 63J-1-314 does not eliminate the~~
186 ~~operating deficit, the Division of Finance may reduce the transfer to the General Fund Budget~~
187 ~~Reserve Account by the amount necessary to eliminate the operating deficit.]~~

188 ~~[(6)]~~ (4) The Legislature may appropriate [~~monies~~] money from the General Fund
189 Budget Reserve Account only to:

190 (a) resolve a General Fund budget deficit, for the fiscal year in which the General Fund
191 budget deficit occurs;

192 (b) pay some or all of state settlement agreements approved under Title 63G, Chapter
193 10, State Settlement Agreements Act;

194 (c) pay retroactive tax refunds; or

195 (d) resolve an Education Fund budget deficit.

196 ~~[(7)]~~ (5) Interest generated from investments of money in the General Fund Budget
197 Reserve Account shall be deposited into the General Fund.

198 Section 3. Section **63J-1-314** is amended to read:

199 **63J-1-314. Deposits related to the Disaster Recovery Funding Act.**

200 (1) As used in this section, "operating deficit" means that, at the end of the fiscal year,
201 the [~~unreserved and undesignated~~] unassigned fund balance in the General Fund is less than
202 zero.

203 (2) Except as provided under Subsection (3), [~~beginning with the fiscal year ending~~
204 ~~June 30, 2007,~~] at the end of each fiscal year and after the transfer of surplus General Fund
205 revenues has been made to the Medicaid Budget Stabilization Restricted Account, as provided
206 in Section 63J-1-315, and the General Fund Budget Reserve Account, as provided in Section
207 63J-1-312, the Division of Finance shall deposit an amount into the State Disaster Recovery
208 Restricted Account, created in Section 53-2-403, calculated by:

209 (a) determining the amount of surplus General Fund revenues after the transfer to the
210 Medicaid Budget Stabilization Restricted Account under Section 63J-1-315 and the General
211 Fund Budget Reserve Account under Section 63J-1-312 [~~that is unrestricted and undesignated~~];

212 (b) calculating an amount equal to the lesser of:
 213 (i) 25% of the amount determined under Subsection (2)(a); or
 214 (ii) 6% of the total of the General Fund appropriation amount for the fiscal year in
 215 which the surplus occurs; and

216 (c) adding to the amount calculated under Subsection (2)(b) an amount equal to the
 217 lesser of:

218 (i) 25% more of the amount described in Subsection (2)(a); or
 219 (ii) the amount necessary to replace, in accordance with this Subsection (2)(c), any
 220 amount appropriated from the State Disaster Recovery Restricted Account within 10 fiscal
 221 years before the fiscal year in which the surplus occurs if:

222 (A) a surplus exists; and
 223 (B) the Legislature appropriates money from the State Disaster Recovery Restricted
 224 Account that is not replaced by appropriation or as provided in this Subsection (2)(c).

225 (3) Notwithstanding Subsection (2)[~~-(a)-if~~], if at the end of a fiscal year, the Division
 226 of Finance determines that an operating deficit exists, the [~~Division of Finance~~] division shall
 227 reduce the transfer to the State Disaster Recovery Restricted Account by the amount necessary
 228 to eliminate the operating deficit[~~;-and~~].

229 [~~(b) for FY 2008-09 and FY 2009-10 only, the Division of Finance shall suspend the~~
 230 ~~deposit provided under Subsection (2) to the State Disaster Recovery Restricted Account~~
 231 ~~created under Section 53-2-403.~~]

232 Section 4. Section **63J-1-315** is enacted to read:

233 **63J-1-315. Medicaid Growth Reduction and Budget Stabilization Restricted**
 234 **Account --Transfers of Medicaid growth savings -- Base budget adjustments.**

235 (1) As used in this section:

236 (a) "Department" means the Department of Health created in Section 26-1-4.

237 (b) "Division" means the Division of Health Care Financing created within the
 238 department under Section 26-18-2.1.

239 (c) "General Fund revenue surplus" means a situation where actual General Fund
 240 revenues collected in a completed fiscal year exceed the estimated revenues for the General
 241 Fund for that fiscal year that were adopted by the Executive Appropriations Committee of the
 242 Legislature.

243 (d) "Medicaid growth savings" means the Medicaid growth target minus Medicaid
244 program expenditures, if Medicaid program expenditures are less than the Medicaid growth
245 target.

246 (e) "Medicaid growth target" means Medicaid program expenditures for the previous
247 year multiplied by 1.08.

248 (f) "Medicaid program" is as defined in Section 26-18-2.

249 (g) "Medicaid program expenditures" means total state revenue expended for the
250 Medicaid program from the General Fund, including restricted accounts within the General
251 Fund, during a fiscal year.

252 (h) "Medicaid program expenditures for the previous year" means total state revenue
253 expended for the Medicaid program from the General Fund, including restricted accounts
254 within the General Fund, during the fiscal year immediately preceding a fiscal year for which
255 Medicaid program expenditures are calculated.

256 (i) "Operating deficit" means that, at the end of the fiscal year, the unassigned fund
257 balance in the General Fund is less than zero.

258 (j) "State revenue" means revenue other than federal revenue.

259 (k) "State revenue expended for the Medicaid program" includes money transferred or
260 appropriated to the Medicaid Growth Reduction and Budget Stabilization Account only to the
261 extent the money is appropriated for the Medicaid program by the Legislature.

262 (2) There is created within the General Fund a restricted account to be known as the
263 Medicaid Growth Reduction and Budget Stabilization Account.

264 (3) (a) (i) Except as provided in Subsection (6), if, at the end of a fiscal year, there is a
265 General Fund revenue surplus, the Division of Finance shall transfer an amount equal to
266 Medicaid growth savings from the General Fund to the Medicaid Growth Reduction and
267 Budget Stabilization Account.

268 (ii) If the amount transferred is reduced to prevent an operating deficit, as provided in
269 Subsection (6), the Legislature shall include, to the extent revenue is available, an amount
270 equal to the reduction as an appropriation from the General Fund to the account in the base
271 budget for the second fiscal year following the fiscal year for which the reduction was made.

272 (b) If, at the end of a fiscal year, there is not a General Fund revenue surplus, the
273 Legislature shall include, to the extent revenue is available, an amount equal to Medicaid

274 growth savings as an appropriation from the General Fund to the account in the base budget for
275 the second fiscal year following the fiscal year for which the reduction was made.

276 (c) Subsections (3)(a) and (3)(b) apply only to the fiscal year in which the department
277 implements the proposal developed under Section 26-18-405 to reduce the long-term growth in
278 state expenditures for the Medicaid program, and to each fiscal year after that year.

279 (4) The Division of Finance shall calculate the amount to be transferred under
280 Subsection (3):

281 (a) before transferring revenue from the General Fund revenue surplus to:

282 (i) the General Fund Budget Reserve Account under Section 63J-1-312 and;

283 (ii) the State Disaster Recovery Restricted Account under Section 63J-1-314;

284 (b) before earmarking revenue from the General Fund revenue surplus to the Industrial
285 Assistance Account under Section 63M-1-905; and

286 (c) before making any other year-end contingency appropriations, year-end set-asides,
287 or other year-end transfers required by law.

288 (5) (a) If, at the close of any fiscal year, there appears to be insufficient money to pay
289 additional debt service for any bonded debt authorized by the Legislature, the Division of
290 Finance may hold back from any General Fund revenue surplus money sufficient to pay the
291 additional debt service requirements resulting from issuance of bonded debt that was
292 authorized by the Legislature.

293 (b) The Division of Finance may not spend the hold back amount for debt service
294 under Subsection (5)(a) unless and until it is appropriated by the Legislature.

295 (c) If, after calculating the amount for transfer under Subsection (3), the remaining
296 General Fund revenue surplus is insufficient to cover the hold back for debt service required by
297 Subsection (5)(a), the Division of Finance shall reduce the transfer to the Medicaid Growth
298 Reduction and Budget Stabilization Account by the amount necessary to cover the debt service
299 hold back.

300 (d) Notwithstanding Subsections (3) and (4), the Division of Finance shall hold back
301 the General Fund balance for debt service authorized by this Subsection (5) before making any
302 transfers to the Medicaid Growth Reduction and Budget Stabilization Account or any other
303 designation or allocation of General Fund revenue surplus.

304 (6) Notwithstanding Subsections (3) and (4), if, at the end of a fiscal year, the Division

305 of Finance determines that an operating deficit exists and that holding back earmarks to the
306 Industrial Assistance Account under Section 63J-1-314, transfers to the State Disaster
307 Recovery Restricted Account under Section 63J-1-314, transfers to the General Fund Budget
308 Reserve Account under Section 63J-1-312, or earmarks and transfers to more than one of those
309 accounts, in that order, does not eliminate the operating deficit, the Division of Finance may
310 reduce the transfer to the Medicaid Growth Reduction and Budget Stabilization Account by the
311 amount necessary to eliminate the operating deficit.

312 (7) The Legislature may appropriate money from the Medicaid Growth Reduction and
313 Budget Stabilization Account only:

314 (a) if Medicaid program expenditures for the fiscal year for which the appropriation is
315 made are estimated to be 108% or more of Medicaid program expenditures for the previous
316 year; and

317 (b) for the Medicaid program.

318 (8) The Division of Finance shall deposit interest or other earnings derived from
319 investment of Medicaid Growth Reduction and Budget Stabilization Account money into the
320 General Fund.

321 Section 5. Section **63M-1-905** is amended to read:

322 **63M-1-905. Loans, grants, and assistance -- Repayment -- Earned credits.**

323 (1) (a) A company that qualifies under Section 63M-1-906 may receive loans, grants,
324 or other financial assistance from the Industrial Assistance Account for expenses related to
325 establishment, relocation, or development of industry in Utah.

326 (b) A company creating an economic impediment that qualifies under Section
327 63M-1-908 may in accordance with this part receive loans, grants, or other financial assistance
328 from the restricted account for the expenses of the company creating an economic impediment
329 related to:

330 (i) relocation to a rural area in Utah of the company creating an economic impediment;

331 and

332 (ii) the siting of a replacement company.

333 (c) An entity offering an economic opportunity that qualifies under Section 63M-1-909
334 may:

335 (i) receive loans, grants, or other financial assistance from the restricted account for

336 expenses related to the establishment, relocation, retention, or development of industry in the
337 state; and

338 (ii) include infrastructure or other economic development precursor activities that act
339 as a catalyst and stimulus for economic activity likely to lead to the maintenance or
340 enlargement of the state's tax base.

341 (2) (a) Subject to Subsection (2)(b), the administrator has authority to determine the
342 structure, amount, and nature of any loan, grant, or other financial assistance from the restricted
343 account.

344 (b) Loans made under Subsection (2)(a) shall be structured so the intended repayment
345 or return to the state, including cash or credit, equals at least the amount of the assistance
346 together with an annual interest charge as negotiated by the administrator.

347 (c) Payments resulting from grants awarded from the restricted account shall be made
348 only after the administrator has determined that the company has satisfied the conditions upon
349 which the payment or earned credit was based.

350 (3) (a) (i) Except as provided in Subsection (3)(b), the administrator may provide for a
351 system of earned credits that may be used to support grant payments or in lieu of cash
352 repayment of a restricted account loan obligation.

353 (ii) The value of the credits described in Subsection (3)(a)(i) shall be based on factors
354 determined by the administrator, including:

355 (A) the number of Utah jobs created;

356 (B) the increased economic activity in Utah; or

357 (C) other events and activities that occur as a result of the restricted account assistance.

358 (b) (i) The administrator shall provide for a system of credits to be used to support
359 grant payments or in lieu of cash repayment of a restricted account loan when loans are made to
360 a company creating an economic impediment.

361 (ii) The value of the credits described in Subsection (3)(b)(i) shall be based on factors
362 determined by the administrator, including:

363 (A) the number of Utah jobs created;

364 (B) the increased economic activity in Utah; or

365 (C) other events and activities that occur as a result of the restricted account assistance.

366 (4) (a) A cash loan repayment or other cash recovery from a company receiving

367 assistance under this section, including interest, shall be deposited into the restricted account.

368 (b) The administrator and the Division of Finance shall determine the manner of
369 recognizing and accounting for the earned credits used in lieu of loan repayments or to support
370 grant payments as provided in Subsection (3).

371 (5) (a) (i) At the end of each fiscal year, the [~~unrestricted, undesignated~~] General Fund
372 revenue surplus balance after the transfers of surplus of General Fund revenues described in
373 this Subsection (5)(a) shall be earmarked to the Industrial Assistance Account in an amount
374 equal to any credit that has accrued under this part.

375 (ii) The earmark under Subsection (5)(a)(i) shall be capped at \$50,000,000, at which
376 time no subsequent contributions may be made and any interest accrued above the \$50,000,000
377 cap shall be deposited into the General Fund.

378 (b) The earmark required by Subsection (5)(a) shall be made after the transfer of
379 surplus General Fund revenues is made:

380 (i) to the Medicaid Growth Reduction and Budget Stabilization Restricted Account, as
381 provided in Section 63J-1-315;

382 [~~(i)~~] (ii) to the General Fund Budget Reserve Account, as provided in Section
383 63J-1-312; and

384 [~~(ii) beginning with the fiscal year ending June 30, 2007]~~

385 (iii) to the State Disaster Recovery Restricted Account, as provided in Section
386 63J-1-314.

387 (c) These credit amounts may not be used for purposes of the restricted account as
388 provided in this part until appropriated by the Legislature.

FISCAL NOTE

S.B. 180 2nd Sub. (Salmon)

SHORT TITLE: Medicaid Reform

SPONSOR: Liljenquist, D.

2011 GENERAL SESSION, STATE OF UTAH

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

This bill costs the Department of Health \$4,400 one-time General Fund and \$4,400 one-time federal funds in FY 2011 for staff time to prepare a waiver, get input from stakeholder groups, and prepare a report for the Legislature. The magnitude of savings or costs for the bill will depend upon federal approval as well as what is included in the waiver proposal.

This bill creates the Medicaid Growth Reduction and Budget Stabilization Account. Deposits to the account will depend upon budget surpluses and Medicaid program expenditures.

STATE BUDGET DETAIL TABLE

	FY 2011	FY 2012	FY 2013
Revenue	\$0	\$0	\$0
Expenditure:			
General Fund, One-Time	\$4,400	\$0	\$0
Federal Funds	\$4,400	\$0	\$0
Total Expenditure	\$8,800	\$0	\$0
Net Impact, All Funds (Rev.-Exp.)	(\$8,800)	\$0	\$0
Net Impact, General/Education Funds	(\$4,400)	\$0	\$0

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

Enactment of this bill likely will not result in direct, measurable costs for local governments.

DIRECT EXPENDITURES BY UTAH RESIDENTS AND BUSINESSES (UCA 36-12-13(2)(d))

Enactment of this bill likely will not result in direct, measurable expenditures by Utah residents or businesses.