



130th MAINE LEGISLATURE

LD 878

LR 1565(01)

Resolve, To Increase MaineCare Reimbursement Rates for Services Provided by Direct Care Workers

Preliminary Fiscal Impact Statement for Original Bill

Sponsor: Sen. Keim of Oxford

Committee: Health and Human Services

Fiscal Note Required: Yes

Preliminary Fiscal Impact Statement

| | FY 2020-21 | FY 2021-22 | FY 2022-23 | Projections FY 2023-24 | Projections FY 2024-25 |
|-----------------------------------|--------------|---------------|--------------|---------------------------|---------------------------|
| Net Cost (Savings) | | | | | |
| General Fund | \$10,959,315 | \$49,136,580 | \$52,609,346 | \$52,609,346 | \$52,609,346 |
| Appropriations/Allocations | | | | | |
| General Fund | \$10,959,315 | \$49,136,580 | \$52,609,346 | \$52,609,346 | \$52,609,346 |
| Federal Expenditures Fund | \$26,414,574 | \$100,358,971 | \$96,886,206 | \$96,886,206 | \$96,886,206 |
| Other Special Revenue Funds | \$2,249,135 | \$8,996,540 | \$8,996,540 | \$8,996,540 | \$8,996,540 |
| Revenue | | | | | |
| Federal Expenditures Fund | \$26,414,574 | \$100,358,971 | \$96,886,206 | \$96,886,206 | \$96,886,206 |
| Other Special Revenue Funds | \$2,249,135 | \$8,996,540 | \$8,996,540 | \$8,996,540 | \$8,996,540 |

Fiscal Detail and Notes

The Department of Health and Human Services will require General Fund appropriations of \$10,959,315 in fiscal year 2020-21, \$49,139,580 in fiscal year 2021-22 and \$52,609,346 in fiscal year 2022-23 to increase reimbursement rates to all direct care worker services that are provided in home and community-based settings and in institutional settings by no less than \$2 an hour. Federal Expenditures Fund allocations will also be required for the FMAP match and Other Special Revenue Funds allocations for the Service Provider Tax.