

Department of Planning and Budget 2019 Fiscal Impact Statement

1. **Bill Number:** HB 1975

House of Origin ☒ Introduced ☐ Substitute ☐ Engrossed
Second House ☐ In Committee ☐ Substitute ☐ Enrolled

2. **Patron:** Rasoul, Sam

3. **Committee:** Health, Welfare and Institutions

4. **Title:** PACE program; DMAS to develop and implement a plan to provide client education

5. **Summary:** The proposed legislation requires the Department of Medical Assistance Services (DMAS) to develop and implement a coordinated plan that provides choice and education about the Programs of All-Inclusive Care for the Elderly (PACE) program to all eligible long-term services and supports clients

6. **Budget Amendment Necessary:** Yes

7. **Fiscal Impact Estimates:** Preliminary

Expenditure Impact:

<i>Fiscal Year</i>	<i>Dollars</i>	<i>Fund</i>
2019	-	-
2020	\$150,000	General
	\$150,000	Federal
2021	\$150,000	General
	\$150,000	Federal
2022	\$150,000	General
	\$150,000	Federal
2023	\$150,000	General
	\$150,000	Federal
2024	\$150,000	General
	\$150,000	Federal
2025	\$150,000	General
	\$150,000	Federal

8. **Fiscal Implications:** There are currently 239,000 members enrolled in the Commonwealth Coordinated Care Plus program. Approximately 49,000 of these members are children or in Medicaid expansion and would not qualify to participate in PACE. Based on historical experience with mailing vendors, DMAS estimates that implementing the provision of this bill would cost approximately \$300,000 (\$150,000 general fund and \$150,000 federal) in state fiscal year 2020 and each year thereafter for an enrollment broker to provide PACE information to potentially eligible clients annually, during initial enrollment, or when a member changes health plans.

9. Specific Agency or Political Subdivisions Affected:
Department of Medical Assistance Services

10. Technical Amendment Necessary: No

11. Other Comments: None