NOTE: As provided in LFC policy, this report is intended for use by the standing finance committees of the legislature. The Legislative Finance Committee does not assume responsibility for the accuracy of the information in this report when used in any other situation.

The LFC is only preparing FIRs on bills referred to the Senate Finance Committee, the Senate Ways and Means Committee, the House Appropriations and Finance Committee and the House Taxation and Revenue Committee. The chief clerks are responsible for preparing and issuing all other bill analyses.

Only the most recent FIR version, excluding attachments, is available on the Intranet. Previously issued FIRs and attachments may be obtained from the LFC office in Room 416 of the State Capitol Building.

FISCAL IMPACT REPORT

SPONSOR:	Sanchez	DATE TYPED:	03/08/01	HB	
SHORT TITLE:	Office of Medicaid			SB	432/aSEC
	ANALYST:			YST:	Segura

APPROPRIATION

Appropriation Contained		Estimated Additional Impact		Recurring	Fund
FY01	FY02	FY01	FY02	or Non-Rec	Affected
		See Narrative			

(Parenthesis () Indicate Expenditure Decreases)

SOURCES OF INFORMATION

State Department of Education (SDE)

SUMMARY

Synopsis of SEC Amendment

The Senate Education Committee has amended Senate Bill 432. The amendment strikes the appropriation of \$500.0.

Synopsis of Original Bill

Senate Bill 432 amends the Public School Code as follows:

Creates an Office of Medicaid in the Schools in the State Department of Education. Creates a Medicaid in the Schools Advisory Council. Transfers Personnel, budgets funds, appropriations, records, contracts, equipment and other property of the Human Services Department (HSD) used to administer the Medicaid in the Schools Program to the SDE.

Significant Issues

This legislation requires the HSD and SDE to enter into an agreement pertaining to the administration of the Medicaid in the Schools Program and to resolve any disputes that arise through binding arbitration.

Senate Bill 432/aSEC -- Page 2

This act contains an emergency clause.

The legislation requires the Office of Medicaid in the Schools in the SDE to:

Administer the Medicaid in the Schools Program. Adopt rules and establish accountability measures and training schedules. Consult with the Medicaid in the Schools Advisory Council on all matters relating to Medicaid in the Schools Policy. Assist school districts in developing local collaborative plans for Medicaid in the Schools. Assess the status of the Medicaid in the Schools Program for compliance. Report annually to the State Board of Education, Legislative Finance Committee and the Legislative Education Study Committee.

FISCAL IMPLICATIONS

Senate Bill 432 appropriates \$500.0 to SDE and is recurring.

ADMINISTRATIVE IMPLICATIONS

This legislation would require the SDE to establish an Office for Medicaid in the Schools and administer the Medicaid in the Schools Program.

RS/ar/njw:lrs