

Legislative Analysis



COUNTY MEDICAL CARE FACILITIES MAINTENANCE OF EFFORT

Phone: (517) 373-8080
<http://www.house.mi.gov/hfa>

Senate Bill 884 as passed by the Senate
Sponsor: Sen. Goeff Hansen
House Committee: Appropriations
Senate Committee: Families, Seniors and Human Services

Analysis available at
<http://www.legislature.mi.gov>

Complete to 11-28-16

SUMMARY:

Senate Bill 884 extends the current limitation on county maintenance of effort payments for Medicaid funded long-term care services in county owned medical care facilities from December 31, 2017 to December 31, 2022.

The current formula has existed since 1984, and its sunset provision has been extended on multiple occasions.

(MCL 400.109)

FISCAL IMPACT:

Senate Bill 884 will not have a fiscal impact, because the FY 2016-17 budget assumes the sunset will not expire, generating county maintenance of effort payments of \$6.6 million.

If the sunset were to expire, the state could receive an additional \$800,000 in local revenues. Conversely, if the sunset were to expire, counties that own a medical care facility would have to pay the state a combined total of \$800,000 in additional maintenance of effort payments.

Fiscal Analyst: Kevin Koorstra

■ This analysis was prepared by nonpartisan House Fiscal Agency staff for use by House members in their deliberations, and does not constitute an official statement of legislative intent.