

**FISCAL NOTE**

This bill contains an appropriation of \$57,085 from the GENERAL FUND to the Department of Education (WDE). This appropriation is effective immediately.

This bill contains an appropriation of \$114,080 from the SCHOOL FOUNDATION PROGRAM ACCOUNT (SFP) to the Department of Health (WDH).

This bill contains an appropriation of \$114,080 from the FEDERAL FUNDS to the WDH.

DETAIL OF APPROPRIATION

Agency #: 206 Agency Name: Department of Education  
Unit: 1101 Finance

<b>EXPENDITURE BY SERIES AND YEAR</b>	<b>FY 2021</b>	<b>FY 2022</b>	<b>FY 2023</b>
0100 Personnel/Benefit Costs	\$0	\$57,085	\$0
Total Expenditure Per Year:	\$0	\$57,085	\$0
Grand Total Expenditure:	\$57,085		
Total Appropriated to Agency:	\$57,085		
Total Appropriated by Fund:			
GENERAL FUND	\$57,085		

DETAIL OF APPROPRIATION

Agency #: 048 Agency Name: Department of Health  
Unit: 0401 Health Care Financing Admin

<b>EXPENDITURE BY SERIES AND YEAR</b>	<b>FY 2021</b>	<b>FY 2022</b>	<b>FY 2023</b>
0100 Personnel/Benefit Costs	\$0	\$97,660	\$0
0900 Contractual Services Costs	\$0	\$130,500	\$0
Total Expenditure Per Year:	\$0	\$228,160	\$0
Grand Total Expenditure:	\$228,160		
Total Appropriated to Agency:	\$228,160		
Total Appropriated by Fund:			
SCHOOL FOUNDATION FUND	\$114,080		
FEDERAL FUNDS	\$114,080		

Description of Appropriations:

The appropriations contained in this bill for the WDH and WDE are intended to provide the departments the resources necessary to support the implementation of a Medicaid school-based services program to allow school districts and other eligible providers to bill the WDH for appropriate claims beginning school year 2022-2023.

Under current law, school districts are reimbursed 100 percent of allowable costs related to special education programs and services. It is anticipated under this bill that eligible costs would be split 50 percent with federal Medicaid funds and 50 percent with state funds (SFP). School districts would submit claims to the WDH and the WDE would provide the WDH the necessary state match. School districts would

receive the full amount of the approved claim from the WDH and remit the full amount back to the WDE to be deposited within the SFP. The following school year, school districts would receive reimbursement through the education resource block grant model for both the allowable administrative costs and the amounts claimed for Medicaid school-based services.

This bill authorizes the WDH to amend the state Medicaid plan to include services authorized under federal law provided in a school-based setting to eligible students. Effective school year 2022-2023, school districts with 25 or more Medicaid eligible students receiving special education programs and services may bill the WDH for eligible costs of any special education programs and services covered under the amended state Medicaid plan.

The estimated fiscal impact is indeterminable due to the unknown number of school districts that may voluntarily participate in the Medicaid school-based services program. Based upon a 2020 report authored by the WDH and WDE, if all school districts with 25 or more Medicaid eligible students receiving special education programs and services billed the WDH for eligible costs, the estimated net fiscal impact, less expenditures to implement program at the state and school districts, would be a savings to the SFP of \$383,745 in the first year and increasing to \$2,797,566 in the third year.

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