

Rule Summary and Fiscal Analysis

Part A - General Questions

Rule Number: 5101:2-47-10

Rule Type: New

Rule Title/Tagline: Reimbursement for Title IV-E foster care maintenance (FCM) costs for a foster home.

Agency Name: Department of Job and Family Services

Division: Division of Social Services

Address: OFC- 4200 E. 5th Ave., 2nd fl. L2-01 P.O. Box 183204 Columbus OH 43218-3204

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I. Rule Summary

1. **Is this a five year rule review?** No
 - A. **What is the rule's five year review date?**
2. **Is this rule the result of recent legislation?** No
3. **What statute is this rule being promulgated under?** 119.03
4. **What statute(s) grant rule writing authority?** 5103.03, 5153.166
5. **What statute(s) does the rule implement or amplify?** 5103.03 , 5153.166
6. **What are the reasons for proposing the rule?**

As part of the Family First Prevention Services Act of 2018 (H.R. 1892), residential treatment facilities certified after October 1, 2020 must be certified as a Qualified Residential Treatment Program (QRTP). Agencies certified to operate a residential facility prior to October 1, 2020 have until 2024 to meet the QRTP requirements. The Act does not change the certification requirements for foster homes. The rule was proposed to address the cost report filing requirements for foster homes.

7. **Summarize the rule's content, and if this is an amended rule, also summarize the rule's changes.**

This new rule was created to outline the cost report filing requirement for a foster home. This rule was created to include the language regarding the requirements for a foster home that was in rule 5101:2-47-11 that is being rescinded. The requirements for a foster home agency to file a cost report remains unchanged.

8. **Does the rule incorporate material by reference? Yes**
9. **If the rule incorporates material by reference and the agency claims the material is exempt pursuant to R.C. 121.75, please explain the basis for the exemption and how an individual can find the referenced material.**

This rule incorporates one or more references to another rule or rules of the Ohio Administrative Code. This question is not applicable to any incorporation by reference to another OAC rule because such reference is exempt from compliance with RC 121.71 to 121.74 pursuant to RC 121.75(A)(1)(d).

This rule incorporates one or more dated references to an ODJFS form or forms. Each cited ODJFS form is dated and is generally available to persons affected by this rule via the inner-web at <http://innerapp.odjfs.state.oh.us/forms/inner.asp> or on the inter-net at <http://www.odjfs.state.oh.us/forms/inter.asp> in accordance with RC 121.75(B)(4).

10. **If revising or re-filing the rule, please indicate the changes made in the revised or re-filed version of the rule.**

Not Applicable

II. Fiscal Analysis

11. **Please estimate the increase / decrease in the agency's revenues or expenditures in the current biennium due to this rule.**

This will have no impact on revenues or expenditures.

0.00

Not Applicable.

12. **What are the estimated costs of compliance for all persons and/or organizations directly affected by the rule?**

The agency determines who completes the cost report for their agency. Therefore, the cost is dependent on whether the the cost report is completed in-house, then it would include hours of personnel to gather data and fill-in the report. If completed by a vendor (e.g., CPA, bookkeeper, or some capable individual) there could be a higher cost. The agreed-upon procedures must be completed by an independent CPA, though this is not required for Interim period cost reports which could impact costs. All costs associated with filing a cost report for a IV-E rate ceiling is added into the cost report as an administrative cost. This cost is often included in the placement administrative rate the placing agency pays.

13. **Does the rule increase local government costs? (If yes, you must complete an RSFA Part B).** No
14. **Does the rule regulate environmental protection? (If yes, you must complete an RSFA Part C).** No
15. **If the rule imposes a regulation fee, explain how the fee directly relates to your agency's cost in regulating the individual or business.**

Not Applicable.

III. Common Sense Initiative (CSI) Questions

16. **Was this rule filed with the Common Sense Initiative Office?** Yes
17. **Does this rule have an adverse impact on business?** Yes
 - A. **Does this rule require a license, permit, or any other prior authorization to engage in or operate a line of business?** No
 - B. **Does this rule impose a criminal penalty, a civil penalty, or another sanction, or create a cause of action, for failure to comply with its terms?** No
 - C. **Does this rule require specific expenditures or the report of information as a condition of compliance?** Yes

Each Agency will need to determine if an internal or external party will complete their cost report. The agency is required to hire a certified public accountant to perform an "Agreed Upon Procedures" engagement as part of the cost report. If an agency does not file a cost report for a IV-E reimbursement

rate ceiling any child placed in that agency's foster home is ineligible to received federal reimbursement.

- D. **Is it likely that the rule will directly reduce the revenue or increase the expenses of the lines of business of which it will apply or applies?** No

IV. Regulatory Restrictions (This section only applies to agencies indicated in R.C. 121.95 (A))

18. **Are you adding a new or removing an existing regulatory restriction as defined in R.C. 121.95?** No

- A. **How many new regulatory restrictions do you propose adding?**

Not Applicable

- B. **How many existing regulatory restrictions do you propose removing?**

Not Applicable