Rule Summary and Fiscal Analysis <u>Part A</u> - General Questions

Rule Number:	5160:1-4-03		
Rule Type:	Amendment		
Rule Title/Tagline:	MAGI-based medicaid: coverage for Ribicoff and former foster care children.		
Agency Name:	Ohio Department of Medicaid		
Division:	Eligibility		
Address:	50 West Town Street Suite 400 Columbus OH 43218-2709		
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I. <u>Rule Summary</u>

- 1. Is this a five year rule review? No
 - A. What is the rule's five year review date? 6/1/2026
- 2. Is this rule the result of recent legislation? No
- 3. What statute is this rule being promulgated under? 111.15
- 4. What statute(s) grant rule writing authority? 5160.02, 5162.03, 5163.02
- 5. What statute(s) does the rule implement or amplify? 5160.02, 5162.03, 5163.02
- 6. Does the rule implement a federal law or rule in a manner that is more stringent or burdensome than the federal law or regulation requires? No
 - A. If so, what is the citation to the federal law or rule? Not Applicable
- 7. What are the reasons for proposing the rule?

This rule is being proposed for amendment to update policy related to the administration of the Medicaid program.

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

OAC 5160:1-4-03 describes eligibility for Ribicoff and former foster care individuals. This rule is being amended based on Section 1002 of the Substance Use Disorder Prevention that Promotes Opioid Recovery and Treatment for Patients and Communities (SUPPORT) Act which requires states to extend coverage under the former foster care eligibility category to include individuals who have aged out of foster care in any state.

9. Does the rule incorporate material by reference? Yes

10. 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 dated references to a federal act or acts. This question is not applicable to any dated incorporation by reference to a federal act because such reference is exempt from compliance with RC 121.71 to 121.74 in accordance with RC 121.75(A)(2).

This rule incorporates one or more dated references to the Code of Federal Regulations (CFR). This question is not applicable to any dated incorporation by reference to the CFR because such reference is exempt from compliance with RC 121.71 to 121.74 in accordance with RC 121.75(A)(2).

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).

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

This rule is being revised filed in order to make additional updates clarifying that coverage under the former foster care eligibility category for individuals who have aged out of foster care in another state is available to those individuals who turn eighteen or age out of foster care on or after January 1, 2023.

II. Fiscal Analysis

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

This will increase expenditures.

\$5,850,000.00

SFY23 \$1,950,000

SFY24 \$3,900,000

Changes made to this rule will allow individuals who have aged out of foster care in another state to receive Medicaid coverage in Ohio under the former foster care aid category. This change has been made at the federal level in Section 1002 of the SUPPORT Act which requires all states to make this change by January 1, 2023. This estimate in increased expenditures accounts for the estimated 650 additional individuals who age out of foster care in another state and could be expected to move to Ohio and apply for medical assistance.

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

Not Applicable.

- 14. Does the rule increase local government costs? (If yes, you must complete an RSFA Part B). Yes
- **15.** Does the rule regulate environmental protection? (If yes, you must complete an RSFA **Part C).** No
- 16. 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

- 17. Was this rule filed with the Common Sense Initiative Office? No
- 18. Does this rule have an adverse impact on business? No
 - 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

Page 3

- C. Does this rule require specific expenditures or the report of information as a condition of compliance? No
- 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. <u>Regulatory Restriction Requirements under S.B. 9. Note: This section only</u> <u>applies to agencies described in R.C. 121.95(A).</u>

- 19. 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 to this rule?

Not Applicable

B. How many existing regulatory restrictions do you propose removing from this rule?

Not Applicable

C. If you are not removing existing regulatory restrictions from this rule, please list the rule number(s) from which you are removing restrictions.

Not Applicable

D. Please justify the adoption of the new regulatory restriction(s).

Not Applicable

Page B-1

Rule Number: **5160:1-4-03**

Rule Summary and Fiscal Analysis Part B - Local Governments Questions

1. Does the rule increase costs for:

A. Public School Districts	No
B. County Government	Yes
C. Township Government	No
D. City and Village Governments	No

2. Please estimate the total cost, in dollars, of compliance with the rule for the affected local government(s). If you cannot give a dollar cost, explain how the local government is financially impacted.

The Ohio Department of Medicaid (ODM) supplies funding to Ohio's 88 counties through the Ohio Department of Job and Family Services, Bureau of County Finance and Technical Assistance. This funding is intended to properly supply counties with enough funding to conduct eligibility determinations and casework for the Medicaid Program. State funds are supplied for matching through a mechanism called the Income Maintenance (IM) Allocation. As expenditures are charged the federal portion of these expenditures is also supplied to the counties; however, the Department cannot estimate a cost of compliance that a county may face as each county operates daily at different work levels and funds the work done locally differently. Historically counties have not reported spending in excess of the allocation.

3. Is this rule the result of a federal government requirement? No

- **A.** If yes, does this rule do more than the federal government requires? Not Applicable
- B. If yes, what are the costs, in dollars, to the local government for the regulation that exceeds the federal government requirement?

Not Applicable

- 4. Please provide an estimated cost of compliance for the proposed rule if it has an impact on the following:
 - A. Personnel Costs

There will be an increase in training costs as a result of the amended Medicaid eligibility rules; however, each county operates daily at different work levels and funds the work done locally differently. Historically counties have not reported spending in excess of the allocation and it is not expected that this change to policy would greatly change that dynamic.

B. New Equipment or Other Capital Costs

The Department of Medicaid does not expect any changes in capital costs.

C. Operating Costs

Counties may incur increased operating costs; however, each county operates daily at different work levels and funds the work done locally differently. Historically counties have not reported spending in excess of the allocation and it is not expected that this change to policy would greatly change that dynamic.

D. Any Indirect Central Service Costs

Counties may incur increased indirect central service costs; however, each county operates daily at different work levels and funds the work done locally differently. Historically counties have not reported spending in excess of the allocation and it is not expected that this change to policy would greatly change that dynamic.

E. Other Costs

The Department of Medicaid does not know whether counties will incur increased additional costs. There will be an increase in training costs as a result of the amended Medicaid eligibility rules; however, each county operates daily at different work levels and funds the work done locally differently. Historically counties have not reported spending in excess of the allocation and it is not expected that this change to policy would greatly change that dynamic.

5. Please explain how the local government(s) will be able to pay for the increased costs associated with the rule.

The Ohio Department of Medicaid (ODM) supplies funding to Ohio's counties through the Ohio Department of Job and Family Services which funds counties to conduct eligibility determinations and complete casework for the Medicaid program.

6. What will be the impact on economic development, if any, as the result of this rule?

The Ohio Department of Medicaid does not expect the proposed rule to have an impact on economic development.