

SF3408 - 0 - Task Force on Subminimum Wages Modified

Chief Author: **Paul Utke**
 Committee: **Human Services Reform Finance and Policy**
 Date Completed: **3/1/2022 9:39:47 AM**
 Agency: **Human Services Dept**

State Fiscal Impact	Yes	No
Expenditures	X	
Fee/Departmental Earnings		X
Tax Revenue		X
Information Technology		X
Local Fiscal Impact		X

This table shows direct impact to state government only. Local government impact, if any, is discussed in the narrative. Reductions shown in the parentheses.

State Cost (Savings)	Biennium			Biennium		
	Dollars in Thousands	FY2021	FY2022	FY2023	FY2024	FY2025
General Fund	-	-	95	-	-	-
Total	-	-	95	-	-	-
Biennial Total			95			-

Full Time Equivalent Positions (FTE)	Biennium			Biennium	
	FY2021	FY2022	FY2023	FY2024	FY2025
General Fund	-	-	-	-	-
Total	-	-	-	-	-

LBO Analyst's Comment

I have reviewed this fiscal note for reasonableness of content and consistency with the LBO's Uniform Standards and Procedures.

LBO Signature: Steve McDaniel **Date:** 3/1/2022 9:39:47 AM
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State Cost (Savings) Calculation Details

This table shows direct impact to state government only. Local government impact, if any, is discussed in the narrative. Reductions are shown in parentheses.

*Transfers In/Out and Absorbed Costs are only displayed when reported.

State Cost (Savings) = 1-2		Biennium			Biennium	
Dollars in Thousands		FY2021	FY2022	FY2023	FY2024	FY2025
General Fund		-	-	95	-	-
Total		-	-	95	-	-
Biennial Total				95		
1 - Expenditures, Absorbed Costs*, Transfers Out*						
General Fund		-	-	95	-	-
Total		-	-	95	-	-
Biennial Total				95		
2 - Revenues, Transfers In*						
General Fund		-	-	-	-	-
Total		-	-	-	-	-
Biennial Total				-		

Bill Description

This bill increases the number of the members on the Task Force on Subminimum Wages from 16 to 20 (a 25% increase). In addition, the bill modifies the focus of the grant and the workforce council.

Assumptions

Effective Date: This bill is effective following final enactment. The commissioner of human services must make additional appointments required under this section within 30 days following final enactment.

Administrative Resources: DHS currently has a contractor that is developing materials, work plans, orientations, and coordinating the task force. Much of this work has already been done. Since this bill would change the scope of the task force, it would require contract deliverables to be re-done to meet the new guidance and account for the additional members. In addition, administrative resources will be needed for the additional per diems for the additional council members.

Grant Impacts: DHS has already published the RFP for grants and is working through the application and award process. Since this bill changes the requirements for those grants, the existing RFPs, contracts, and award would need to be pulled and re-issued. Additionally, the new scope of the grants will require new approval from CMS since they are part of the HCBS spending plan. HCBS spending plan initiatives are required to enhance, expand, or strengthen the HCBS system; this new scope would need to be assessed by the federal government about whether these investments provide eligible innovative improvements to the system in the state.

This fiscal note does not include any fiscal impacts to the grant appropriations due to the approval process; however, the delay in grant awards will make it challenging to spend the full appropriation on time.

Expenditure and/or Revenue Formula

Fiscal Tracking Summary (\$000's)						
Fund	BACT	Description	FY2022	FY2023	FY2024	FY2025
GF	15	Community	0	140	0	0

		Supports Admin				
GF	REV1	Admin FFP (32%)		(45)		
		Total Net Fiscal Impact	0	95	0	0
		Full Time Equivalents	0.0	0.0	0.0	0.0

Long-Term Fiscal Considerations

None

Local Fiscal Impact

None

References/Sources

CSA/CCOA Research

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Date: 2/28/2022 9:04:47 PM

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