



LEGISLATIVE FISCAL OFFICE
Fiscal Note

Fiscal Note On: **SB 130** SLS 25RS 367
Bill Text Version: **ORIGINAL**
Opp. Chamb. Action:
Proposed Amd.: **w/ PROP SEN COMM AMD**
Sub. Bill For.:

Date: May 7, 2025	12:54 PM	Author: CLOUD
Dept./Agy.: Health/Medicaid		
Subject: Program Integrity Measures		Analyst: Anthony Shamis

MEDICAID OR INCREASE GF EX See Note Page 1 of 1
Provides relative to Medicaid. (gov sig)

Proposed law requires the Louisiana Department of Health (LDH) to implement specific program integrity measures to verify ongoing Medicaid eligibility.

Proposed law requires LDH to use an enhanced income verification platform to verify recipient information.

Proposed law prohibits LDH from accepting eligibility determinations from certain exchanges; independently verifying eligibility and making eligibility determinations; accepting self-attestation of eligibility (unless required by federal law); and entering into data matching agreements to cross-check households enrolled in Medicaid with other data sets.

EXPENDITURES	2025-26	2026-27	2027-28	2028-29	2029-30	5 -YEAR TOTAL
State Gen. Fd.	INCREASE	INCREASE	INCREASE	INCREASE	INCREASE	
Agy. Self-Gen.	\$0	\$0	\$0	\$0	\$0	\$0
Ded./Other	\$0	\$0	\$0	\$0	\$0	\$0
Federal Funds	INCREASE	INCREASE	INCREASE	INCREASE	INCREASE	
Local Funds	\$0	\$0	\$0	\$0	\$0	\$0
Annual Total						
REVENUES	2025-26	2026-27	2027-28	2028-29	2029-30	5 -YEAR TOTAL
State Gen. Fd.	\$0	\$0	\$0	\$0	\$0	\$0
Agy. Self-Gen.	\$0	\$0	\$0	\$0	\$0	\$0
Ded./Other	\$0	\$0	\$0	\$0	\$0	\$0
Federal Funds	UNKNOWN	UNKNOWN	UNKNOWN	UNKNOWN	UNKNOWN	
Local Funds	\$0	\$0	\$0	\$0	\$0	\$0
Annual Total						

EXPENDITURE EXPLANATION

Proposed law may result in a significant increase in expenditures of \$11.8 M (SGF \$2.8 M; Federal \$9 M) in Medicaid Administrative expenditures in the Louisiana Department of Health (LDH) and \$24,000 SGF expenditures in the Office of Motor Vehicles (OMV) in the Department of Public Safety (DPS) to establish program integrity measures to verify ongoing eligibility for Medicaid.

The LFO is awaiting additional information on the projected expenditure impact associated with this legislation from LDH to corroborate the assumptions and resources projected by LDH to implement income verification requirements under this measure. Should that information materially change the analysis, this fiscal note will be updated to reflect the new information.


LDH reports the need for additional Operating Expenses of \$65,818 and additional professional services expenditures of \$11,763,813 to establish program integrity measures to verify ongoing eligibility for Medicaid.

DPS reports that this legislation will require a Senior Application Programmer and Junior Application Programmer with the Office of Technology Services (OTS) 200 hours of overtime at a blended rate of \$120 per hour for a total of 200 hours to implement tasks for residency checks against OMV data at initial Medicaid eligibility and on a quarterly basis thereafter (\$120 per hour X 200 hours = \$24,000). This estimate is preliminary and does not include Medicare costs.

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REVENUE EXPLANATION

There is no anticipated direct material effect on governmental revenues as a result of this measure.

Senate	Dual Referral Rules	House	
<input checked="" type="checkbox"/> 13.5.1 >= \$100,000 Annual Fiscal Cost {S & H}		<input checked="" type="checkbox"/> 6.8(F)(1) >= \$100,000 SGF Fiscal Cost {H & S}	
<input type="checkbox"/> 13.5.2 >= \$500,000 Annual Tax or Fee Change {S & H}		<input type="checkbox"/> 6.8(G) >= \$500,000 Tax or Fee Increase or a Net Fee Decrease {S}	 Patrice Thomas Deputy Fiscal Officer