## **Administrative Rule Analysis**



## VETERANS HOMES RULES

Phone: (517) 373-8080 http://www.house.mi.gov/hfa

Rule Set No.: 2018-008 MA

Analysis available at

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http://www.legislature.mi.gov

Department: Military and Veterans Affairs Agency: Michigan Veterans Affairs Agency

Enabling Statute: Michigan Veterans' Facility, 1885 PA 152, MCL 36.1 et seq.

Analysis Complete to: 12/10/2018

## BACKGROUND AND SUMMARY OF PROPOSED RULES

The Department of Military and Veterans Affairs (DMVA) has been pursuing certification of the D.J. Jacobetti Home for Veterans facility under the Centers for Medicare and Medicaid Services (CMS). The changes made in the rules would comply with federal requirements under 42 CFR Part 483 which is necessary to receive CMS certification. CMS certification would qualify the DMVA to receive additional federal revenues to support veterans' health care costs and other veteran services. The Legislature has appropriated \$5.7 million General Fund/General Purpose (GF/GP) in ongoing funding increases since Fiscal Year 2015-16 to improve the D.A. Jacobetti facility, increase staffing, and enhance health care services. No additional appropriations for CMS certification has been requested.

## FISCAL IMPACT OF PROPOSED RULES

The rule change and the subsequent qualification for CMS certification is estimated by the department to result in an additional \$1.7 to \$2.7 million in federal revenue. The federal revenue increase would be able to cover the cost of eligible healthcare services for certain veterans which is currently being supported by state GF/GP dollars. The rule change would therefore result in an estimated \$1.7 to \$2.7 million decreased reliance on state GF/GP dollars.

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<sup>■</sup> This analysis was prepared by nonpartisan House Fiscal Agency staff for use by House members in their deliberations, and does not constitute an official statement of legislative intent.