

AGENCY ANALYSIS OF ECONOMIC AND BUDGETARY  
EFFECTS OF PROPOSED RULEMAKING

Agency: Department on Aging

Part/Title: 89 Ill. Adm. Code 240.1530, Community Care Program

Illinois Register Citation: July 19, 2013, 37 Ill. Reg. 10738

Fiscal Note:

Please attempt to provide as dollar-specific responses as possible and feel free to add any relevant narrative explanation.

1. Anticipated effect on State expenditures and revenues.

(a) Current cost to the Agency for this program/activity.

The appropriation for services under the Community Care Program (CCP) in FY 2014 is \$915,051,400.

The appropriation for comprehensive care coordination under the CCP in FY 2014 is \$60,757,900.

(b) If this rulemaking will result in an increase or decrease in cost, specify the fiscal year in which this change will first occur and the dollar amount of the effect.

The Department anticipates that this rulemaking will result in approximately \$25.5 million in savings for the CCP because electronic visit verification of the work schedules of homecare aides by in-home service providers will increase administrative operating efficiencies and improve the accuracy of billing data.

(c) Indicate the funding source, including Fund and appropriation lines, for this program/activity.

The CCP is funded using General Revenue Funds as follows:

CCP: 001-402-01-4900-0000

CCC: 001-402-01-4900-0400

(d) If an increase or decrease in the costs of another State agency is anticipated, specify the fiscal year in which this change will first occur and the estimated dollar amount of the effect.

Not applicable.

- (e) Will this rulemaking have any effect on State revenues or expenditures not already indicated above? Specify effects and amounts.

Not applicable.

2. Economic effect on persons affected by the rulemaking.

- (a) Indicate the economic effect and specify the persons affected:

Positive X Negative \_\_\_\_\_ No effect \_\_\_\_\_

Persons affected X - Older adults receiving services under the CCP and in-home service provider agencies under the CCP

Dollar amount per person No cost for older adults; unable to determine costs for an in-home service provider agency. Each agency differs based on size of workforce, EVV system of choice, and individual determination whether to integrate other technology solutions, such as automated payroll and billing components. Some provider agencies already use an EVV system in their business operations. There is no increase in the fee-for-service reimbursement rate for in-home service providers as a result of this rulemaking.

Total Statewide cost Unable to determine.

- (b) If an economic effect is predicted, please briefly describe how the effect will occur. (Example: Additional continuing education courses will require an expenditure of approximately \$100 per year for course fees by 10,000 licensed professionals.)

It is not possible to determine a dollar amount for an EVV system installed by an in-home provider agency due to the number of variables which factor into individual choices.

- (c) Will the rulemaking have an indirect effect that may result in increased administrative costs? Will there be any change in requirements such as filing, documentation, reporting or completion of forms. Compare to current requirements.

None anticipated. The Department continues to work to automate and streamline various administrative functions in an effort to improve efficiency and productivity of in-home service provider agencies through the increased use of available technology resources.