

BILL SUMMARY
2nd Session of the 53rd Legislature

Bill No.:	HB2388
Version:	Subcmte.Recommendation
Request Number:	9576
Author:	Representative Leibmann, et al
Date:	2/27/2012
Impact:	\$582,203 potential TANF savings

Research Analysis

Pending

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Prepared By: "Click and type"

Fiscal Analysis

According to Department of Human Services personnel, if replacement occurs with the existing substance abuse assessment, testing and treatment programs, then OKDHS would cancel the existing contract. The FY-12 budget contract is \$2,650,000 with ODMHSAS, and includes \$356,090 expended on TANF clients. If services were eliminated for 84 clients (FY-11 # served with treatment), TANF payments and Work Activities would be reduced by \$226,113, based on an average cost per case of \$3,546. The total potential savings to the TANF grant would be \$582,203.

Costs for data system modifications and any legal expenses could offset the savings. Costs would increase for 13,658 families receiving TANF benefits in the amount of \$819,072 for drug testing.

Prepared By: Andrea Kearney

Other Considerations

OKDHS utilizes TANF Block Grant funds to provide substance abuse screening, assessment and treatment services. OKDHS does not utilize state dollars to provide substance abuse treatment services. If OKDHS is required to contract with certain drug testing facilities, the current cost for a drug screening urinalysis test is \$33-\$53 depending on the location, and cost for a hair drug screen is \$79-\$85 depending on the location. OKDHS could incur some additional indirect costs.