## **Testimony**

## Senate Bill 2261 - Department of Human Services Senate Industry, Business and Labor Committee Senator Jerry Klein, Chairman

January 26, 2021

Chairman Klein, and members of the Senate Industry, Business and Labor Committee, I am Jonathan Alm, an attorney with the Department of Human Services (Department). I appear before you in support of Senate Bill 2261 as it adds clarity to irrevocable itemized funeral contracts.

The Department is proposing an amendment to Senate Bill 2261 to add additional clarity for the purpose of Medicaid. The proposed amendment amends the definition of "irrevocable itemized funeral contract" on page 1, lines 16 and 17, to read as follows:

"Irrevocable itemized funeral contract" means an irrevocable pre-need funeral service contract that is an itemized listing of goods and services that will be received based on the contract.

This amendment would add clarity and aligns with current practice as the Department needs the irrevocable itemized funeral contract to have an itemized listing of goods and services.

In addition, the proposed amendment amends page 3, lines 21 through 24, to read as follows:

The irrevocable <u>itemized funeral service</u> may not exceed the amount contract to pay for a funeral <u>andis</u> recognized as an allowable asset exclusion used for determining eligibility for medical assistance under section 50-24.1-02.3 at the time the contract is entered.

This amendment would make it clear that the irrevocable itemized funeral service contract is recognized as an allowable asset exclusion for Medicaid purposes.

This concludes my testimony. I would be happy to try to answer any questions the committee may have. Thank you.