



**LEGISLATIVE FISCAL OFFICE
Fiscal Note**

Fiscal Note On: **HB 495** HLS 24RS 652
 Bill Text Version: **ENGROSSED**
 Opp. Chamb. Action:
 Proposed Amd.:
 Sub. Bill For.:

Date: May 14, 2024	3:41 PM	Author: JACKSON
Dept./Agy.: Louisiana Department of Health		Analyst: Tamiko Stroud
Subject: Facility Need Review For Certain Healthcare Providers		

HEALTH CARE/FACILITIES EG +\$535,824 GF EX See Note Page 1 of 2
 Provides relative to facility need review for certain healthcare providers

Proposed law does not require a facility need review process for behavioral health service providers that provide psychosocial rehabilitation or community psychiatric support and treatment services if all of the following requirements are satisfied, such as 1) the healthcare provider was licensed by LDH on or before January 1, 2024, 2) the healthcare provider is seeking to add psychosocial rehabilitation services or community psychiatric support and treatment services, 3) the healthcare provider is not operating pursuant to a provisional license issued by LDH, 4) the healthcare provider is not subject to a current license suspension, license revocation, or license non-renewal action, 5) the healthcare provider is not under a current settlement agreement with LDH, 6) the healthcare provider has not been cited for any immediate jeopardy deficiencies or repeat deficiencies by LDH in the last two years, and 7) the healthcare provider has not been issued any sanctions for immediate jeopardy deficiencies or repeat deficiencies by LDH in the last two years.

EXPENDITURES	2024-25	2025-26	2026-27	2027-28	2028-29	5 -YEAR TOTAL
State Gen. Fd.	\$535,824	\$694,452	\$694,452	\$694,452	\$694,452	\$3,313,632
Agy. Self-Gen.	\$0	\$0	\$0	\$0	\$0	\$0
Ded./Other	\$0	\$0	\$0	\$0	\$0	\$0
Federal Funds	\$0	\$0	\$0	\$0	\$0	\$0
Local Funds	\$0	\$0	\$0	\$0	\$0	\$0
Annual Total	\$535,824	\$694,452	\$694,452	\$694,452	\$694,452	\$3,313,632
REVENUES	2024-25	2025-26	2026-27	2027-28	2028-29	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	\$0	\$0	\$0	\$0	\$0	\$0
Local Funds	\$0	\$0	\$0	\$0	\$0	\$0
Annual Total	\$0	\$0	\$0	\$0	\$0	\$0

EXPENDITURE EXPLANATION

Additional expenditures in the Health Standards section of LDH are projected as a result of exempting certain Behavioral Health Services providers from the facility need review process. The Health Standards Section of LDH projects an influx of providers requesting to add two new services that will now be exempted from the FNR process, resulting in additional monitoring and survey duties of LDH. Specifically, LDH reports this measure will increase SGF expenditures by \$694,452 annually to provide personal services and equipment costs to monitor 354 anticipated behavioral health service (BHS) providers seeking to offer psychosocial rehabilitation (PSR) or community psychiatric support and treatment (CPST) services. The LFO can not corroborate the need for five (5) new positions, as the number of providers that will seek to add such services is indeterminable.

LDH reports the need for five (5) new positions, which include two (2) Medical Certified Program Managers, two (2) Medical Certified Specialist 2s, and one (1) Administrative Program Specialist A to process and monitor BHS providers seeking to offer PSR and CPST services. Currently, there are 525 BHS providers licensed by LDH, and 171 providers are already licensed by the LDH to provide PSR and CPST services. There are 354 (525 - 171 = 354) providers that currently do not provide these services and will now have the option to add PSR and/or CPST services to their location. In addition, all 525 providers will have the ability to open additional offsite locations that offer PSR and CPST services since the FNR process will no longer be required during these circumstances.

Expenditures	Cost	
	(9 months) FY 25	(12 months) FY 26
Personal Services		
2 Med Cert Program Manager	\$157,997	\$210,662
Related Benefits	\$80,578	\$105,332
2 Med Cert Specialist 2	\$137,997	\$183,996
Related Benefits	\$70,378	\$91,998
1 Admin Program Specialist A	\$39,702	\$52,936
Related Benefits	\$20,248	\$26,468
Operating Services	\$17,295	\$23,060
Equipment	\$14,985	\$0
Total	\$539,180	\$694,452

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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
 13.5.1 >= \$100,000 Annual Fiscal Cost {S & H}
 13.5.2 >= \$500,000 Annual Tax or Fee Change {S & H}

House
 6.8(F)(1) >= \$100,000 SGF Fiscal Cost {H & S}
 6.8(G) >= \$500,000 Tax or Fee Increase or a Net Fee Decrease {S}


Patrice Thomas
Deputy Fiscal Officer



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CONTINUED EXPLANATION from page one:

The Medical Certified Program Managers and Administrative Program Specialist A are responsible for processing requests for these providers to offer PSR and CPST services. Both positions also process initial licensing surveys, annual license renewals, and requests for opening offsite locations. Additionally, the Medical Certified Program Managers are responsible for monitoring all BHS providers for compliance with licensing laws and regulations. Medical Certified Specialist 2s conduct complaint surveys on BHS providers. LDH anticipates this measure will result in an increase in complaints that will warrant an increase in onsite investigations performed by personnel.

Senate Dual Referral Rules


13.5.1 >= \$100,000 Annual Fiscal Cost {S & H}

13.5.2 >= \$500,000 Annual Tax or Fee Change {S & H}

House

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