

LEGISLATIVE FISCAL OFFICE

Fiscal Note



Fiscal Note On: **HB 131** HLS 051ES 203
 Bill Text Version: **ENGROSSED**
 Opp. Chamb. Action:
 Sub. Bill For.:
 Proposed Amd.:

Date: November 11, 2005 1:21 PM	Author: SALTER
Dept./Agy.: Health and Hospitals	Analyst: Brian Crow
Subject: Health Care Affordability Act	

FEES/LICENSES/PERMITS EG SEE FISC NOTE SG RV See Note Page 1 of 1
 Provides relative to the effective date of the Healthcare Affordability Act (Item #18)

Present law provides for an effective date of June 28, 2005 for the implementation of the provisions of the Louisiana Health Care Affordability Act. (Act 182 of the 2005 Regular Session)

Proposed law delays implementation of Act 182 until July 1, 2007.

EXPENDITURES	2005-06	2006-07	2007-08	2008-09	2009-10	5 -YEAR TOTAL
State Gen. Fd.	SEE BELOW	SEE BELOW	SEE BELOW	SEE BELOW	SEE BELOW	
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	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	\$0
Annual Total	\$0	\$0	\$0	\$0	\$0	\$0

REVENUES	2005-06	2006-07	2007-08	2008-09	2009-10	5 -YEAR TOTAL
State Gen. Fd.	SEE BELOW	SEE BELOW	SEE BELOW	SEE BELOW	SEE BELOW	
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	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	\$0
Annual Total	\$0	\$0	\$0	\$0	\$0	\$0

EXPENDITURE EXPLANATION

There is no anticipated direct material effect on the expenditures of DHH as a result of this measure. The bill delays the implementation of the Louisiana Health Care Affordability Act from June 28, 2005 to July 1, 2007.

REVENUE EXPLANATION

There is no anticipated direct material effect on the revenues of DHH as a result of this measure. The bill delays the implementation of the provisions of the Louisiana Health Care Affordability Act, which allows DHH to impose a 1.5% fee on certain acute care hospital net revenues and was anticipated to produce approximately \$86 to \$90 million in FY 05 and subsequent fiscal years (not included in the official state revenue forecast) and be utilized as state match to collect approximately \$200 million in matching federal funds (contingent on CMS approval). Due to the damage caused to such hospitals by Hurricanes Katrina and Rita, it is necessary to delay implementation of Act 182.

Senate

Dual Referral Rules

House

13.5.1 >= \$500,000 Annual Fiscal Cost

6.8(F) >= \$500,000 Annual Fiscal Cost

13.5.2 >= \$500,000 Annual Tax or Fee Change

6.8(G) >= \$500,000 Tax or Fee Increase or a Net Fee Decrease

Robert E. Hosse
LFO Staff Director