

2015 Regular Session

HOUSE CONCURRENT RESOLUTION NO. 193

BY REPRESENTATIVES KLECKLEY AND DANAHAAY AND SENATORS JOHNS
AND MORRISH

HOSPITALS: Creates the Calcasieu Hospital Council to address the issue of
uncompensated care costs incurred by hospitals in Calcasieu Parish

1 A CONCURRENT RESOLUTION

2 To establish the Calcasieu Hospital Council for the purposes of studying the issue of
3 uncompensated care costs for hospital inpatient and outpatient acute care for
4 non-rural acute care hospitals in Calcasieu Parish and developing efforts and
5 solutions to reduce uncompensated care costs for parish hospitals.

6 WHEREAS, the effort of the state to enter into a cooperative endeavor agreement
7 (CEA) with Lake Charles Memorial Hospital to take over the provision of safety-net hospital
8 inpatient and outpatient acute care and indigent care formerly provided by W. O. Moss
9 Regional Medical Center in Lake Charles was the impetus for the closure in June of 2013
10 of that medical center, which had previously been operated by Louisiana State University
11 (LSU); and

12 WHEREAS, to facilitate the transition of safety-net hospital inpatient and outpatient
13 acute care and indigent care delivery in Lake Charles, the state provided additional
14 compensation through an enhanced level of Medicaid funding to Lake Charles Memorial
15 Hospital for providing this care; and

16 WHEREAS, after the CEA between the state and Lake Charles Memorial Hospital
17 was effectuated, other non-rural acute care hospitals in Calcasieu Parish, referred to hereafter
18 as "non-CEA hospitals" experienced a surge in demand for inpatient and outpatient acute
19 care for which they have received no additional compensation, as they were not parties to
20 the Medicaid-financed CEA with the state; and

1 WHEREAS, these circumstances have created an imbalance in Calcasieu Parish in
2 which non-CEA hospitals are providing uncompensated care at increased and unsustainable
3 levels; and

4 WHEREAS, this imbalance now threatens the financial stability of the non-CEA
5 hospitals in the parish.

6 THEREFORE, BE IT RESOLVED that the Legislature of Louisiana does hereby
7 create the Calcasieu Hospital Council, which shall be comprised of the following members:

8 (1) The chief executive officer of Lake Charles Memorial Hospital or his designee.

9 (2) The chief executive officer of Christus St. Patrick Hospital or his designee.

10 (3) The chief executive officer of West Calcasieu Cameron Hospital or his designee.

11 (4) The chief executive officer of Lake Area Medical Center or his designee.

12 BE IT FURTHER RESOLVED that the purpose of the council shall be to study the
13 issue of uncompensated care in Calcasieu Parish on a hospital by hospital basis and to
14 undertake efforts to develop solutions to take advantage of funding on the local, state, and
15 federal level to mitigate and reduce uncompensated care costs for the hospitals in the parish.

16 BE IT FURTHER RESOLVED that the council is hereby authorized to act by a
17 majority vote of its members in favor to carry out functions including but not limited to the
18 following:

19 (1) Secure the services of a recognized expert in Medicaid health services financing
20 to facilitate all meetings of the council as well as assist in developing viable options for
21 increasing funding by leveraging local and state financial resources as called for in this
22 Resolution.

23 (2) Secure any other professional services it deems necessary for conducting the
24 business of the council.

25 (3) Establish better coordination of indigent care delivered in Calcasieu Parish
26 between all hospitals, recognizing where reimbursement may be obtained for such delivery
27 of care.

28 BE IT FURTHER RESOLVED that any expenses of the council for professional
29 services shall be divided equally among the council members.

1 BE IT FURTHER RESOLVED that the council shall meet periodically as deemed
2 necessary by the council members, and at the direction of its facilitator.

3 BE IT FURTHER RESOLVED that the Department of Health and Hospitals shall,
4 upon request, provide consultation to the council in the development of the reimbursement
5 methodology called for in this Resolution.

6 BE IT FURTHER RESOLVED that any methodology or solutions developed
7 pursuant to this Resolution shall not increase the overall reimbursement for uncompensated
8 hospital inpatient and outpatient acute care in Calcasieu Parish unless additional non-federal
9 Medicaid matching funds are identified for that purpose.

10 BE IT FURTHER RESOLVED that the council shall submit an update to the
11 legislature on or before October 1, 2015, concerning development of the methodology and
12 any other recommended solutions or action items called for in this Resolution.

13 BE IT FURTHER RESOLVED that the council shall submit recommendations to the
14 legislature on or before January 1, 2016.

15 BE IT FURTHER RESOLVED that a copy of this Resolution shall be transmitted
16 to the secretary of the Department of Health and Hospitals and to the chief executive officers
17 of Lake Charles Memorial Hospital, Christus St. Patrick Hospital, West Calcasieu Cameron
18 Hospital, and Lake Area Medical Center.

DIGEST

The digest printed below was prepared by House Legislative Services. It constitutes no part of the legislative instrument. The keyword, one-liner, abstract, and digest do not constitute part of the law or proof or indicia of legislative intent. [R.S. 1:13(B) and 24:177(E)]

HCR 193 Original

2015 Regular Session

Kleckley

Establishes the Calcasieu Hospital Council for the purposes of studying the issue of uncompensated care costs incurred by non-rural acute care hospitals in Calcasieu Parish, and directs the council to report recommendations to the legislature.