

LEGISLATIVE FISCAL OFFICE
Fiscal Note



Fiscal Note On: **HB 314** HLS 17RS 610

Bill Text Version: **ORIGINAL**

Opp. Chamb. Action:

Proposed Amd.:

Sub. Bill For.:

Date: May 2, 2017	7:03 AM	Author: THOMAS
Dept./Agy.: LSU		Analyst: Tanesha Morgan
Subject: HOSPITALS		

HOSPITALS OR INCREASE GF EX See Note Page 1 of 1
Requires LSU hospitals and public-private partnership hospitals to accept certain patients transferred by other hospitals

Proposed law prohibits each LSU hospital and public-private partnership (PPP) hospital from refusing to accept for treatment any patient who is transferred to the hospital by any other state-licensed hospital facility, and who meets either of the following criteria: (1) Is a Medicaid enrollee or (2) medically indigent

EXPENDITURES	2017-18	2018-19	2019-20	2020-21	2021-22	5 -YEAR TOTAL
State Gen. Fd.	INCREASE	INCREASE	INCREASE	INCREASE	INCREASE	
Agy. Self-Gen.	\$0	\$0	\$0	\$0	\$0	\$0
Ded./Other	\$0	\$0	\$0	\$0	\$0	\$0
Federal Funds	INCREASE	INCREASE	INCREASE	INCREASE	INCREASE	
Local Funds	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	\$0
Annual Total						
REVENUES	2017-18	2018-19	2019-20	2020-21	2021-22	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	<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

The proposed legislation requires that each LSU and PPP hospital accept Medicaid and indigent patients that are transferred from another state-licensed hospital facility. To the extent that a non-PPP hospital transfers an indigent patient to a LSU or PPP hospital, this would drive up Uncompensated Care Costs (UCC) costs. The majority of the Disproportionate Share Hospital (DSH) payments made for UCC are paid to the PPP hospitals. The anticipated increase in UCC is indeterminable and is dependent on the number of patients transferred and the type of services provided.

NOTE: Required acceptance of patients does not take into consideration the hospital's bed availability or service offerings and the patient's expected length of stay. The LSU or PPP hospital may not have a staffed bed available. The medical services the patient's need may not be offered at the LSU or PPP hospital. Also, LSU's Lallie Kemp hospital is critical access only, meaning that patients should have an expected length of stay of 96 hours or less.

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}

Evan Brasseaux
Evan Brasseaux
Staff Director