

**LEGISLATIVE FISCAL OFFICE**  
**Fiscal Note**



Fiscal Note On: **HB 868** HLS 24RS 492

Bill Text Version: **ENGROSSED**

Opp. Chamb. Action:

Proposed Amd.:

Sub. Bill For.:

<b>Date:</b> April 17, 2024	8:39 AM	<b>Author:</b> EGAN
<b>Dept./Agy.:</b> LDH		<b>Analyst:</b> Shawn Hotstream
<b>Subject:</b> psyc hospitals		

MENTAL HEALTH

EG NO IMPACT See Note

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Provides relative to standards for psychiatric hospitals and residential substance abuse facility

Proposed law requires the Louisiana Department of Health to conduct a review and evaluation of the standards for psychiatric hospitals and residential substance abuse facilities in this state and submit a report of findings to the House and Senate committees on health and welfare. The report shall contain recommendations for new or revised standards to improve health outcomes and provide increased accountability, and evaluation and recommendations of accreditation requirements for psychiatric hospitals and residential substance abuse facilities in this state.

Proposed law provides that the department shall explore potential value based financial incentives for Medicaid enrolled psychiatric hospitals and residential substance abuse facilities that sustain or exceed quality of care criteria. Proposed law provides that LDH may consult with any agency, department, board, commission, accreditation organization, or other healthcare group to conduct its review.

EXPENDITURES	2024-25	2025-26	2026-27	2027-28	2028-29	5 -YEAR TOTAL
State Gen. Fd.	\$0	\$0	\$0	\$0	\$0	<b>\$0</b>
Agy. Self-Gen.	\$0	\$0	\$0	\$0	\$0	<b>\$0</b>
Ded./Other	\$0	\$0	\$0	\$0	\$0	<b>\$0</b>
Federal Funds	\$0	\$0	\$0	\$0	\$0	<b>\$0</b>
Local Funds	\$0	\$0	\$0	\$0	\$0	<b>\$0</b>
<b>Annual Total</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>

  

REVENUES	2024-25	2025-26	2026-27	2027-28	2028-29	5 -YEAR TOTAL
State Gen. Fd.	\$0	\$0	\$0	\$0	\$0	<b>\$0</b>
Agy. Self-Gen.	\$0	\$0	\$0	\$0	\$0	<b>\$0</b>
Ded./Other	\$0	\$0	\$0	\$0	\$0	<b>\$0</b>
Federal Funds	\$0	\$0	\$0	\$0	\$0	<b>\$0</b>
Local Funds	\$0	\$0	\$0	\$0	\$0	<b>\$0</b>
<b>Annual Total</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>

**EXPENDITURE EXPLANATION**

There is no anticipated direct material effect on the Office of Behavioral Health or LDH to participate in a review and evaluation process of the current standards for psychiatric hospitals and residential substance abuse facilities in the state, and to produce a report of the findings to the both Senate and House committees on health and welfare.

Additionally, LDH is further required to explore potential value-based financial incentives for Medicaid-enrolled psychiatric hospitals that sustain or exceed quality of care criteria. There is no requirement to make such payments under this measure. Specific criteria and payment amounts are not specified in the bill.

**REVENUE EXPLANATION**

There is no anticipated direct material effect on governmental revenues as a result of this measure.

Senate

Dual Referral Rules

House

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

6.8(F)(1) >= \$100,000 SGF Fiscal Cost {H & S}

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

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

**Patrice Thomas**  
**Deputy Fiscal Officer**