

LEGISLATIVE FISCAL OFFICE

Fiscal Note



Fiscal Note On: **HB 699** HLS 16RS 1083
 Bill Text Version: **ORIGINAL**
 Opp. Chamb. Action:
 Proposed Amd.:
 Sub. Bill For.:

Date: March 30, 2016 8:51 AM	Author: STOKES
Dept./Agy.: Health & Hospitals	Analyst: Patrice Thomas
Subject: Increases Licensing Fees	

FEES/LICENSES/PERMITS OR +\$1,358,540 SG RV See Note Page 1 of 1
 Revises fee amounts for facilities and providers licensed by the Dept. of Health and Hospitals

Proposed law increases the licensing fee from \$600 to \$1,000 for existing facilities and providers already licensed by the Department of Health & Hospitals (DHH). Proposed law establishes a licensing fee of \$1,000 for the following facilities and providers: Pain management clinics; therapeutic group homes; crisis receiving centers; adult brain injury facilities; forensic supervised transitional residential and aftercare facilities; ambulance services; adult residential care providers; and home and community-based service providers. Proposed law increases the bed fee from \$5 to \$10 for existing facilities and providers already paying a bed fee. Proposed law establishes a bed fee of \$10 for the following facilities: Adult residential care providers; therapeutic group home; forensic supervised transitional residential and aftercare facility; adult brain injury facilities; and crisis receiving centers. Proposed law increases the subsidiary license fee from the maximum of \$300 to \$400. Proposed law exempts state-owned health facilities and any council on aging from licensing fees.

EXPENDITURES	2016-17	2017-18	2018-19	2019-20	2020-21	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

REVENUES	2016-17	2017-18	2018-19	2019-20	2020-21	5 -YEAR TOTAL
State Gen. Fd.	\$0	\$0	\$0	\$0	\$0	\$0
Agy. Self-Gen.	\$1,358,540	\$1,358,540	\$1,358,540	\$1,358,540	\$1,358,540	\$6,792,700
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	\$1,358,540	\$1,358,540	\$1,358,540	\$1,358,540	\$1,358,540	\$6,792,700

EXPENDITURE EXPLANATION

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

REVENUE EXPLANATION

Increasing licensing fees and license bed fees is anticipated to increase Fees & Self-Generate Revenues by \$1,358,540 in the Department of Health & Hospitals (DHH), Health Standards section in FY 17. The proposed legislation increases licensing fees from \$600 to \$1,000 on certain providers and facilities; increases license bed fees from \$5 to \$10; and increases satellite/branch fees from \$300 to \$500. Presently, licensing, bed and satellite fees generate approximately \$2.3 M annually. Under this measure, fee revenue is projected to increase to \$3,658,540; therefore increasing fee revenue by \$1,358,540.

Revenue from Licensing Fees

Number of Providers	Current Fees	Proposed Fees	Projected Fee Revenue
3,030	\$600	\$1,000	\$3,030,000
69	\$100	\$600	\$41,400
4	\$250	\$600	<u>\$2,400</u>
			<u>\$3,073,800</u>

Revenue from Licensing Bed Fees

Number of Beds	Current Fees	Proposed Fees	Projected Fee Revenue
42,474	\$5	\$10	\$424,740

Revenue from Satellite/Branch Fees

Number of Providers	Current Fees	Proposed Fees	Projected Fee Revenue
400	\$300	\$400	\$160,000

Total Fee Revenue = \$3,073,800 + \$424,740 + \$160,000 = \$3,658,540

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| <u>Senate</u> | <u>Dual Referral Rules</u> | <u>House</u> |
| <input type="checkbox"/> 13.5.1 >= \$100,000 Annual Fiscal Cost {S&H} | <input type="checkbox"/> 6.8(F)(1) >= \$100,000 SGF Fiscal Cost {H & S} | |
| <input checked="" type="checkbox"/> 13.5.2 >= \$500,000 Annual Tax or Fee Change {S&H} | <input type="checkbox"/> 6.8(G) >= \$500,000 Tax or Fee Increase or a Net Fee Decrease {S} | |

Evan Brasseaux
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