

**FINAL  
FISCAL NOTE**

<b>Drafting Number:</b> LLS 13-0689	<b>Date:</b> May 29, 2013
<b>Prime Sponsor(s):</b> Rep. Levy; Gerou Sen. Hodge	<b>Bill Status:</b> Signed into Law
	<b>Fiscal Analyst:</b> Kerry White (303-866-3469)

**TITLE:** CONCERNING THE GENERAL FUND PORTION OF THE PER DIEM RATES PAID TO NURSING FACILITIES, AND, IN CONNECTION THEREWITH, REDUCING AN APPROPRIATION.

<b>Fiscal Impact Summary</b>	<b>FY 2013-2014</b>	<b>FY 2014-2015</b>
<b>State Revenue</b>		
<b>State Expenditures</b>	<u>(\$9,735,707)</u>	<u>(\$10,845,545)</u>
General Fund	(4,867,854)	(5,422,773)
Federal Funds	(4,867,854)	(5,422,773)
<b>FTE Position Change</b>		
<b>Effective Date:</b> The bill was signed into law by the Governor and took effect on May 3, 2013.		
<b>Appropriation Summary for FY 2013-2014:</b> See State Appropriations section.		
<b>Local Government Impact:</b> None.		

**Summary of Legislation**

**Recommended by the Joint Budget Committee,** this bill reduces the General Fund portion of per diem rates paid to Medicaid nursing facility providers by 1.5 percent as of FY 2013-14. The Department of Health Care Policy and Financing (HCPF) is authorized to increase the supplemental Medicaid payment to offset the reduction, within the limits of the Nursing Facility Provider Fee.

**State Expenditures**

This bill reduces state expenditures by \$9,735,707 for FY 2013-14 and by \$10,845,545 in FY 2014-15. Savings are shared equally between the General Fund and federal funds and are achieved by reducing the General Fund share of per diem rates for Medicaid nursing facility providers by 1.5 percent, which results in a corresponding reduction of federal funds.

**State Appropriations**

For FY 2013-14, the bill reduces appropriations to HCPF for medical services premiums by \$9,735,707, including \$4,867,854 General Fund and \$4,867,854 federal funds.

**Departments Contacted**

Health Care Policy and Financing

Joint Budget Committee Staff