



# HOUSE COMMITTEE ON APPROPRIATIONS

## FISCAL NOTE

HOUSE BILL NO. 1803

PRINTERS NO. 2763

PRIME SPONSOR: Mackenzie

### COST / (SAVINGS)

FUND	Act 10A FY 2015/16	HB 1803 FY 2015/16	TOTAL FY 2015/16
General Fund	\$0	\$3,782,000	\$3,782,000

**SUMMARY:** House Bill 1803, Printer's Number 2763, makes an appropriation from the General Fund to the Department of Human Services (DHS) for hospital-based burn centers for the fiscal year July 1, 2015, to June 30, 2016. The act shall take effect immediately and shall apply retroactively to July 1, 2015.

**ANALYSIS:** Effective December 31, 2006, DHS implemented a disproportionate share payment for qualifying Medical Assistance (MA) enrolled acute care general hospital burn centers to assure readily available and coordinated burn care for the MA population. These payments qualify for matching federal funds. Fifty percent of the annual funding is allocated equally among qualifying burn centers. The remaining funding is allocated based on each center's percentage of MA and uninsured burn cases and patient days compared to the statewide number of MA and uninsured burn cases and patient days for all qualified burn centers. In FY 2015-16, six burn centers are anticipated to qualify and receive a total of \$7,880,000 (\$3,782,000 in state funds and \$4,098,000 in federal funds) in disproportionate share payments.

**FISCAL IMPACT:** The enactment of this legislation will increase costs to the General Fund by \$3,782,000. This funding was included in the General Appropriation Act for 2015 (HB 1460) but was vetoed by the Governor in Act 10A of 2015.

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House Appropriations Committee (R)

**DATE:** January 26, 2016

*Estimates are calculated using the best information available. Actual costs and revenue impact incurred may vary from estimates.*