LEGISLATIVE FISCAL OFFICE Louisiana **Fiscal Note** Legislative 🏠 Fiscal Fiscal Note On: HCR 4 HLS 22RS 118 Office Fiscal Bill Text Version: ENGROSSED Notes Opp. Chamb. Action: Proposed Amd.: Sub. Bill For.: Date: April 5, 2022 2:01 PM Author: BUTLER

 Dept./Agy.: Louisiana Department of Health
 Analyst: Shawn Hotstream

 Subject: Medicaid Reimbursement to Intermediate Care Facilities
 Analyst: Shawn Hotstream

MEDICAID

EG INCREASE GF EX See Note

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Increases Medicaid reimbursement to intermediate care facilities for resident leave of absence days

Proposed resolution increases reimbursement to non state Intermediate Care Facilities (ICF) for leave of absence days (and hospital leave of absence days) from 75% of the current per diem to 85% of the current per diem.

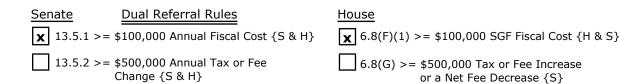
EXPENDITURES	2022-23	<u>2023-24</u>	2024-25	2025-26	2026-27	<u>5 -YEAR TOTAL</u>
State Gen. Fd.	INCREASE	INCREASE	INCREASE	INCREASE	INCREASE	
Agy. Self-Gen.	\$0	\$0	\$0	\$0	\$0	\$0
Ded./Other	\$0	\$0	\$0	\$0	\$0	\$0
Federal Funds	INCREASE	INCREASE	INCREASE	INCREASE	INCREASE	
Local Funds	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
Annual Total						
REVENUES	2022-23	<u>2023-24</u>	2024-25	2025-26	2026-27	<u>5 -YEAR TOTAL</u>
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>	<u>\$0</u>
Annual Total	\$0	\$0	\$0	\$0	\$0	\$0

## **EXPENDITURE EXPLANATION**

Proposed law is anticipated to significantly increase Medicaid reimbursement by an indeterminable amount to non state ICF's for both general leave of absence days and hospital related leave of absence days. The change in reimbursement is based on a formula that increases the effective rate from 75% of the per diem to 85% of the current per diem. The LFO has requested additional information related to current per diem rates and average number of leave days in order to more accurately estimate the impact to the Medicaid program annually.

## **REVENUE EXPLANATION**

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



Alan M. Boderger

Alan M. Boxberger Interim Legislative Fiscal Officer