

Department of Planning and Budget 2007 Fiscal Impact Statement

1. Bill Number HB2290

House of Origin ☐ Introduced ☐ Substitute ☐ Engrossed

Second House ☒ In Committee ☐ Substitute ☐ Enrolled

2. Patron Watts

3. Committee Education and Health

4. Title Nursing Facility Quality Improvement Program

- 5. Summary/Purpose:** The bill requires the Director of the Department of Medical Assistance Services (DMAS) to establish a Nursing Facility Quality Improvement Program. This program replaces the role of nonprofit organizations to provide on-site training and assistance to promote quality care in nursing facilities. Funding for the program is from civil money penalties collected from nursing facilities.

The third enactment clause requires DMAS to provide a strategic plan and progress report to the Governor and the Chairmen of the House Committees on Health, Welfare and Institutions, and Appropriations; the Senate Committees on Education and Health, and Finance; and the Joint Commission on Health Care by October 1, 2007.

6. Fiscal Impact estimates are: Final.

Expenditure Impact:

<i>Fiscal Year</i>	<i>Dollars</i>	<i>Positions</i>	<i>Fund</i>
2007-08	\$0	0.0	GF
2007-08	\$51,600	0.0	NGF
2008-09	\$0	0.0	GF
2008-09	\$51,600	0.0	NGF
2009-10	\$0	0.0	GF
2009-10	\$51,600	0.0	NGF
2010-11	\$0	0.0	GF
2010-11	\$51,600	0.0	NGF
2011-12	\$0	0.0	GF
2011-12	\$51,600	0.0	NGF
2012-13	\$0	0.0	GF
2012-13	\$51,600	0.0	NGF

- 7. Budget amendment necessary:** No. The fiscal impact is nongeneral fund, which can be provided administratively.

8. Fiscal implications: The bill has no fiscal impact to the general fund. It creates a program operated by DMAS to promote quality care in nursing facilities, which is funded from civil money penalties collected from nursing facilities. The agency receives an average of just over \$150,000 a year (based on the last three years) of revenue from those penalties. DMAS will need one staff person at a cost of \$51,600 to manage the program. This person would not be a classified employee.

9. Specific agency or political subdivisions affected: Department of Medical Assistance Services.

10. Technical amendment necessary: No.

11. Other comments: None.

Date: 02/7/07 / mst

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cc: Secretary of Health and Human Resources