

## Department of Planning and Budget 2008 Fiscal Impact Statement

**1. Bill Number:** HB1037

House of Origin	<u>X</u>	Introduced	<u>  </u>	Substitute	<u>  </u>	Engrossed
Second House	<u>  </u>	In Committee	<u>  </u>	Substitute	<u>  </u>	Enrolled

**2. Patron:** Marshall, D.W.

**3. Committee:** Health, Welfare and Institutions

**4. Title:** Sale or conversion of nonprofit hospitals; public hearing

**5. Summary:** Requires the administrator or owner of any nonprofit hospital that is entering into a contract for sale of the hospital to a for-profit entity to hold a public hearing at least six months before the sale or conversion in the locality where the hospital is located and present the following: any changes to be made in the staffing of the hospital, and a business plan explaining how the sale or conversion will affect the community. Also, specifies that no member of the nonprofit hospital's board of directors may serve on a newly established private foundation's board of directors.

**6. Fiscal Impact Estimates:** See item #8.

**7. Budget Amendment Necessary:** No.

**8. Fiscal Implications:** According to the legislation, the administrator or owner of the nonprofit hospital who is entering into a contract for the sale of the hospital is responsible for holding a public hearing; therefore, any costs associated with the hearing shall be paid for by the administrator.

**9. Specific Agency or Political Subdivisions Affected:** Virginia Department of Health, hospitals, and localities

**10. Technical Amendment Necessary:** No.

**11. Other Comments:** No.

**Date:** 1/17/2008 lrj

**Document:** HB1037.doc

cc: Secretary of Health and Human Resources