REVISED FISCAL IMPACT STATEMENT ON BILL NO. **H. 3978**

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TO: The Honorable W. Brian White, Chairperson, House Ways and Means Committee

FROM: State Budget Division, Budget and Control Board

ANALYSTS: R.J. Stein, Torina Wood

DATE: May 2, 2013 SBD: 2013286

AUTHOR: Representative White PRIMARY CODE CITE: 44-7-80

SUBJECT: Medicaid Permit Days

ESTIMATED FISCAL IMPACT ON GENERAL FUND EXPENDITURES:

A Cost to the General Fund (See Below)

ESTIMATED FISCAL IMPACT ON FEDERAL & OTHER FUND EXPENDITURES:

\$0 (No additional expenditures or savings are expected)

BILL SUMMARY:

House Bill 3978 amends Article 2, Chapter 7, Title 44 of the Code of Laws of South Carolina, 1976, relating to Medicaid Nursing Home Permits. The Bill defines Medicaid permit day, notes that rehabilitative services may be provided on an outpatient basis; specifies the manner in which additional Medicaid permit days are allocated; sets forth compliance standards and penalties for violations and provides for certain reporting requirements.

EXPLANATION OF IMPACT:

Department of Health & Environmental Control

The Department reports that the additional requirements in evaluating appeals from nursing homes seeking to reduce or avoid penalties, under the time constraints imposed by the Bill, would require the work of one Program Coordinator and one Attorney. The Department estimates annual recurring costs at \$88,573 (including \$82,300 for salaries and fringes and \$6,273 in operating expenses).

Department of Health and Human Services

The Department reports that this Bill will not have any impact on agency operations or costs. Therefore, this Bill would have no impact on the State General Fund or on Federal and/or Other Funds.

LOCAL GOVERNMENT IMPACT:

None.

SPECIAL NOTES:

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The italicized portion of this impact indicates the items that have been revised. For this impact, the revised constitutes information that was not available in the original impact.

Approved by:

Brenda Hart

Assistant Director, State Budget Division