

**LEGISLATIVE FISCAL OFFICE**

**Fiscal Note**



Fiscal Note On: **SB 80** SLS 09RS 376  
 Bill Text Version: **REENGROSSED**  
 Opp. Chamb. Action:  
 Proposed Amd.:  
 Sub. Bill For.:

<b>Date:</b> June 17, 2009 8:31 AM	<b>Author:</b> CHEEK
<b>Dept./Agy.:</b> Health and Hospitals	<b>Analyst:</b> Shawn Hotstream
<b>Subject:</b> Medicaid	

MEDICAID RE INCREASE GF EX See Note Page 1 of 1  
 Requires the same coverage and reimbursement for Medicaid reimbursement to unique providers of health service for catastrophically ill children being treated in facilities out of state as provided to facilities in the state. (8/15/09)  
 Proposed law requires DHH to provide reimbursement to a unique health care provider for catastrophically ill children to the same extent that it would provide coverage for services for those children furnished within the boundaries of the state.

EXPENDITURES	<u>2009-10</u>	<u>2010-11</u>	<u>2011-12</u>	<u>2012-13</u>	<u>2013-14</u>	<u>5 -YEAR TOTAL</u>
State Gen. Fd.	INCREASE	INCREASE	INCREASE	INCREASE	INCREASE	
Agy. Self-Gen.	\$0	\$0	\$0	\$0	\$0	<b>\$0</b>
Ded./Other	\$0	\$0	\$0	\$0	\$0	<b>\$0</b>
Federal Funds	INCREASE	INCREASE	INCREASE	INCREASE	INCREASE	
Local Funds	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<b>\$0</b>
<b>Annual Total</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>

  

REVENUES	<u>2009-10</u>	<u>2010-11</u>	<u>2011-12</u>	<u>2012-13</u>	<u>2013-14</u>	<u>5 -YEAR TOTAL</u>
State Gen. Fd.	\$0	\$0	\$0	\$0	\$0	<b>\$0</b>
Agy. Self-Gen.	\$0	\$0	\$0	\$0	\$0	<b>\$0</b>
Ded./Other	\$0	\$0	\$0	\$0	\$0	<b>\$0</b>
Federal Funds	INCREASE	INCREASE	INCREASE	INCREASE	INCREASE	
Local Funds	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<b>\$0</b>
<b>Annual Total</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>

**EXPENDITURE EXPLANATION**

Requiring the Department of Health and Hospitals to provide coverage and to reimburse Medicaid claims to an out of state National Cancer Institute at the same reimbursement level as an in-state facility that provides similar services is estimated to significantly increase Medicaid claims expenditures in FY 10 and beyond. Information received from the Department of Health and Hospitals indicates the National Cancer Institute referred to in the bill is St. Jude Hospital in Memphis, Tennessee, and historically claims submitted to Louisiana Medicaid from this hospital are usually denied as a result of not meeting prior authorization requirements. This legislation ensures payments to an out of state provider even in the event services do not meet prior authorization criteria for Louisiana Medicaid eligible children. St. Jude will be treated as an in-state provider. Treating St. Jude hospital as an in-state hospital will result in additional Medicaid claims payments in FY 10 and future fiscal years. Although this measure could result in an additional \$3.9 M in expenditures for FY 10, the bill limits the reimbursements to less than \$500,000 in total expenditures in any state fiscal year, and conditions such payments to legislative appropriation.

**REVENUE EXPLANATION**

The revenues table above reflects an increase in federal financial participation associated with additional claims payments.

Senate                      Dual Referral Rules  
 13.5.1 >= \$500,000 Annual Fiscal Cost  
 13.5.2 >= \$500,000 Annual Tax or Fee Change

House  
 6.8(F) >= \$500,000 Annual Fiscal Cost  
 6.8(G) >= \$500,000 Tax or Fee Increase or a Net Fee Decrease

*H. Gordon Monk*  


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**Legislative Fiscal Officer**