

**LEGISLATIVE FISCAL OFFICE**  
**Fiscal Note**



Fiscal Note On: **HCR 3** HLS 201ES 17

Bill Text Version: **ORIGINAL**

Opp. Chamb. Action:

Proposed Amd.:

Sub. Bill For.:

<b>Date:</b> June 6, 2020	10:28 AM	<b>Author:</b> MARCELLE
<b>Dept./Agy.:</b> LDH/Medicaid		<b>Analyst:</b> Shawn Hotstream
<b>Subject:</b> Nursing home re-base		

FUNDS/FUNDING OR +\$24,105,951 SD EX See Note Page 1 of 1  
Provides relative to the Medicaid Trust Fund for the Elderly (Item #13)

Present law requires the principle in the Medicaid Trust Fund for the Elderly (MTFE) from proceeds recieved by the state associated with the Deepwater Horizon oil spill shall not be subject to appropriation unless authorized by a joint resolution approved by two-thirds of the elected members of each house of the legislature. This measure provides to make revenues from the MTFE available for appropriation in FY 20-21 for the purpose of re-basing nursing home rates.

EXPENDITURES	2020-21	2021-22	2022-23	2023-24	2024-25	5 -YEAR TOTAL
State Gen. Fd.	\$0	SEE BELOW	SEE BELOW	SEE BELOW	SEE BELOW	<b>\$0</b>
Agy. Self-Gen.	\$0	\$0	\$0	\$0	\$0	<b>\$0</b>
Ded./Other	\$24,105,951	\$0	\$0	\$0	\$0	<b>\$24,105,951</b>
Federal Funds	\$0	\$0	\$0	\$0	\$0	<b>\$0</b>
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>\$24,105,951</b>					<b>\$24,105,951</b>

REVENUES	2020-21	2021-22	2022-23	2023-24	2024-25	5 -YEAR TOTAL
State Gen. Fd.	\$0	\$0	\$0	\$0	\$0	<b>\$0</b>
Agy. Self-Gen.	\$0	\$0	\$0	\$0	\$0	<b>\$0</b>
Ded./Other	SEE BELOW					
Federal Funds	\$0	\$0	\$0	\$0	\$0	<b>\$0</b>
Local Funds	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<b>\$0</b>
<b>Annual Total</b>						

**EXPENDITURE EXPLANATION**

Proposed resolution authorizes the use of the principle of the Medicaid Trust Fund the Elderly (MTFE) for appropriation for the purpose of re-basing nursing home rates. Information provided by the treasury reflects a deposit of Deepwater Horizon oil spill settlement revenues in the MTFE in 2020 in an amount of \$24,000,405. The balance of the MTFE statutory dedicated fund as of 4/27/2020 is \$24,716,937.

Note: HB 1 provides MTFE Statutory Dedication budget authority for these funds for re-basing nursing home rates for FY 21. The budget adjustment for the FY 21 nursing home rebase is reflected below.

State General	MTFE		Total
<u>Fund</u>	<u>Stat Ded</u>	<u>Federal funds</u>	<u>MOF</u>
\$8,773,962	\$24,105,951	\$67,608,819	\$100,488,732

R.S 39:91 limits deposits of Deepwater Horizon proceeds into the MTFE beyond FY 19/20. As such, the state match required to annualize the rebase in future years will require State General Fund.

**REVENUE EXPLANATION**

Information provided by the treasury reflects a deposit of Deepwater Horizon oil spill settlement revenues in the MTFE in 2020 in an amount of \$24,000,405. R.S 39:91 limits deposits of Deepwater Horizon proceeds into the MTFE beyond FY 19/20.

Senate      Dual Referral Rules  
 13.5.1 >= \$100,000 Annual Fiscal Cost {S & H}  
 13.5.2 >= \$500,000 Annual Tax or Fee Change {S & H}

House  
 6.8(F)(1) >= \$100,000 SGF Fiscal Cost {H & S}  
 6.8(G) >= \$500,000 Tax or Fee Increase or a Net Fee Decrease {S}

*Evan Brasseaux*  


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**Staff Director**