The original instrument and the following digest, which constitutes no part of the legislative instrument, were prepared by Jay R. Lueckel.

DIGEST

SB 253 Reengrossed

2016 Regular Session

Peacock

<u>Present law</u> provides relative to the composition of the LSU Medical School at Shreveport, the LSU Health Sciences Center at Shreveport, the LSU Health Care Services Division, and the Health Sciences Center at New Orleans.

<u>Proposed law</u> retains <u>present law</u> and provides that in any fiscal year that monies are not specifically appropriated for the payment of certain legacy costs of any hospitals that are part of the LSU Health Sciences Center and the Health Care Services Division that have been privatized, it shall be the responsibility of the division of administration for payment of such costs.

<u>Proposed law</u> provides that any monies specifically appropriated for the payment of certain legacy costs shall not be used to displace, replace, or supplant appropriations for any other operational costs of the health sciences center.

<u>Proposed law</u> also specifies that in the event of a budget deficit or fiscal emergency during any fiscal year, the appropriations for legacy costs and associated personnel shall not be reduced from the health sciences centers to compensate for the deficit or fiscal emergency.

<u>Proposed law</u> further defines what legacy costs shall include, such as liability and insurance coverage for worker's compensation; medical malpractice and property claims; auditing costs, civil service and training costs; personnel costs such as termination pay, unemployment compensation, and retiree health and life insurance benefits; and other miscellaneous costs, such as utilities, buildings and grounds maintenance, security costs, or administrative costs.

Effective July 1, 2017.

(Amends R.S. 17:1519.6(A); adds R.S. 17:1517(D)(5) and (6) and 1519.1(13))

Summary of Amendments Adopted by Senate

Committee Amendments Proposed by Senate Committee on Finance to the original bill

- 1. Provides that any monies specifically appropriated for the payment of legacy costs shall not be used to displace, replace, or supplant appropriations for any other operational costs of the health sciences center.
- 2. Expands the responsibility of the division of administration relative to legacy costs includes the hospitals of the LSU Health Sciences Center in Shreveport, the Health

Care Services Division, and the Health Sciences Center in New Orleans.

Senate Floor Amendments to engrossed bill

1. Makes legislative bureau technical changes.