

**LEGISLATIVE SERVICES AGENCY
OFFICE OF FISCAL AND MANAGEMENT ANALYSIS**

301 State House
(317) 232-9855

FISCAL IMPACT STATEMENT

LS 7806

BILL NUMBER: HB 1654

DATE PREPARED: Jan 15, 1999

BILL AMENDED:

SUBJECT: Comprehensive Care Beds.

FISCAL ANALYST: Alan Gossard

PHONE NUMBER: 233-3546

FUNDS AFFECTED: **GENERAL**
 DEDICATED
 FEDERAL

IMPACT: State

Summary of Legislation: This bill creates a moratorium on the addition, construction, and conversion of comprehensive care beds until July 1, 2003. The bill provides exceptions for comprehensive care beds that received a certificate of need under prior law or that continue construction under approved plans begun before July 1, 1999.

Effective Date: Upon passage.

Explanation of State Expenditures: This bill establishes a four-year moratorium on the addition, construction, and conversion of nursing facility beds. The primary impact on the state would be some workload reduction for the State Department of Health. A moratorium would free up an estimated 15% of the time of three Department of Health employees.

There would also be minimal fee revenues not collected during the four-year moratorium. A nursing facility pays a \$100 fee for the first 50 additional beds and \$2.50 per bed for beds in excess of 50.

Explanation of State Revenues: See Explanation of State Expenditures, above, regarding fee revenues.

Explanation of Local Expenditures:

Explanation of Local Revenues:

State Agencies Affected: State Department of Health

Local Agencies Affected:

Information Sources: Gerald Coleman, State Department of Health, 233-7022.