

**Economic Impact Statement**

LSA Document #09-910

**IC 4-22-2.1-5 Statement Concerning Rules Affecting Small Businesses**

**Economic Impact Statement**

IC 4-22-2.1-5(a) provides that an agency that intends to adopt a rule under IC 4-22-2 that will impose requirements or costs on small businesses must prepare a statement that describes the annual economic impact of the rule on small businesses after the rule is fully implemented as described in IC 4-22-2.1-5(b).

LSA Document #09-910 amends 405 IAC 1-8 and 405 IAC 1-10.5 to temporarily change hospital reimbursement formulas by reducing rates currently paid to all hospitals for outpatient and inpatient hospital services by five percent.

**Economic Impact on Small Businesses**

**1. Estimated Number of Small Businesses Subject to this Rule:**

IC 4-22-2.1-4 defines a small business as any person, firm, corporation, limited liability company, partnership, or association that:

- (1) is actively engaged in business in Indiana and maintains its principal place of business in Indiana;
- (2) is independently owned and operated;
- (3) employs one hundred (100) or fewer full-time employees; and
- (4) has gross annual receipts of five million dollars (\$5,000,000) or less.

The Family and Social Services Administration (FSSA) states that there are no small businesses that will be impacted by this rule.

**2. Estimated Average Annual Reporting, Record Keeping, and Other Administrative Costs That Small Business Will Incur:**

Since there are no small businesses that will be impacted by this rule, there will be no reporting, record keeping, or other administrative costs incurred by small businesses.

**3. Estimated Total Annual Economic Impact on Small Businesses to Comply:**

Since there are no small businesses that will be impacted by this rule, there will be no economic impact (positive or negative) on small businesses.

**4. Justification Statement of Requirement or Cost:**

Since there are no small businesses that will be impacted by this rule, there will be no cost or requirements on small businesses.

**5. Regulatory Flexibility Analysis:**

The FSSA does not propose an alternative regulatory method since there are no small businesses that are impacted by this rule.

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