

FISCAL NOTE
 LEGISLATIVE FISCAL ANALYST ESTIMATE

ESTIMATE OF FISCAL IMPACT – STATE AGENCIES *				
	FY 2010-11		FY 2011-12	
	EXPENDITURES	REVENUE	EXPENDITURES	REVENUE
GENERAL FUNDS	40,000		40,000	
CASH FUNDS				
FEDERAL FUNDS	60,000		60,000	
OTHER FUNDS				
TOTAL FUNDS	100,000		100,000	

*Does not include any impact on political subdivisions. See narrative for political subdivision estimates.

This bill requires the Department of Health and Human Services to submit a state plan amendment no later than July 1, 2010, to provide that payment for services provided by federally qualified health centers be paid in an amount calculated on a per visit basis that is equal to 100% of the average of the costs of the center furnishing the services which are reasonable and related to cost of furnishing the service. The payment cannot be less than the prospective payment system rate. The bill contains the emergency clause.

Based on an analysis of eight years of payments to federally qualified health clinics, one clinic would have received higher reimbursements. Assuming the same pattern would continue in the future, the annual cost would be \$100,000 (\$40,000 GF and 60,000 FF). Since the bill has the emergency clause, there would be an impact of approximately \$25,000 (\$10,000 GF and \$15,000 FF) in the current fiscal year.