

AMENDED NOTE**State Impact**

This bill repeals the nursing facility assessment. This will decrease revenue by approximately \$4.4 million in "State" funds, which are currently used to draw down federal Medicaid matching funds. With the loss of the \$4.4 million, the State will lose an additional \$10.3 million federal funds. Unless the \$4.4 million is replaced, appropriations for the Medicaid program will decrease by \$14.7 million.

The bill also appropriates \$1.3 million (one-time in FY 2002) from the restricted account.

	<u>FY 02 Approp.</u>	<u>FY 03 Approp.</u>	<u>FY 02 Revenue</u>	<u>FY 03 Revenue</u>
General Fund	\$0	\$0		\$0
Federal Funds	(\$10,319,000)	(\$10,319,000)	(\$10,319,000)	(\$10,319,000)
Restricted Funds	\$1,300,000	\$0	\$0	\$0
Restricted Funds	(\$4,422,400)	(\$4,422,400)	(\$4,422,400)	(\$4,422,400)
TOTAL	<u>(\$13,441,400)</u>	<u>(\$14,741,400)</u>	<u>(\$14,741,400)</u>	<u>(\$14,741,400)</u>

Individual and Business Impact

Nursing facilities will save approximately \$668 annually per bed. This savings may be passed on to the residents, and if so, would lower their costs for nursing facility care.

Office of the Legislative Fiscal Analyst