



Provider Taxes & Assessment Changes in Medicaid Expansion States, 2013 through 2015

Compiled/Updated 9/18/2015 by Richard Cauchi, NCSL Health Program

The following is a list of state actions during calendar years 2013-2015 that authorized or changed health care provider taxes, fees or assessments, focused on the approximately 30 states that have approved a Medicaid expansion, or are discussing or negotiating an expansion, as part of the ACA. **Highlighted entries** reference increases that would or could support Medicaid change or expansion. State agency actions or actual expenditures are not evaluated in this listing.

Nine states and D.C. are listed including Arizona, California, Connecticut, Michigan New York, Oregon, Pennsylvania, Vermont, West Virginia; a 2012 measure from Delaware is also listed.

This information is an excerpt of NCSL's **State Tax Actions Database**, which includes all states and data back to 2011. See: <http://www.ncsl.org/research/fiscal-policy/state-tax-actions-database.aspx>.

Category	CY15	CY14	CY13
Arizona			
Health Care Related Taxes			Instituted a new hospital assessment to finance Medicaid expansion. This measure was projected to bring in an additional \$54.0 million in FY 2014.
California			
Health Care Related Taxes			Changed the gross premiums tax on managed care organizations to a sales tax. The rate changed from 2.35 percent on gross premiums to 3.9375 on sales of plans. This measure was projected to bring in an additional \$107.0 million in FY 2014.
Connecticut			
Health Care Related Taxes	Restricted the use of tax credits against the health provider tax. This measure was projected to save the state \$2.8 million in FY 2016.		
Health Care Related Taxes	Increased the health provider tax rate and updated the base. This measure was projected to bring in an additional \$207.0 million in FY 2016.		
Health Care Related Taxes	Extended the health provider tax to ambulatory surgical centers. This measure was projected to bring in an additional \$15 million in FY 2016.		
District of Columbia			
Health Care Related Taxes		Adopted an insurance premium assessment dedicated to the health exchange authority. This measure was projected to bring in an additional \$28.7 million in FY 2015.	
Michigan			
Health Care Related Taxes		Reinstated the 6 percent use tax on Medicaid managed care organizations. This measure was projected to bring in an additional \$580.1 million in FY 2015.	Extended the sunset of the health insurance claims assessment until 2017. <i>No change in taxpayer liability.</i>
New York			

			Extended the 6 percent gross receipts tax on nursing homes for two more years. <i>No change in taxpayer liability.</i>
Oregon			
Health Care Related Taxes			Extended the sunset and expanded the hospital assessment by raising the rate for two years from 4.32 percent to 5.32 percent. This action will generate \$280 million in revenue; however, \$226 million is the result of the sunset extension and does not change taxpayer liability. This measure was projected to bring in an additional \$54.0 million in FY 2014.
Health Care Related Taxes			Removed the exemption from the long-term care facility assessment for certain providers and extended the sunset provision; \$53.5 million in FY 21015 is due to the extension. This measure was projected to bring in an additional \$8.0 million in FY 2015.
Pennsylvania			
			Extended the statewide hospital assessment of 3.22 percent for another three years. <i>No change in taxpayer liability.</i>
			Extended the Intermediate Care Facility for Individuals with Intellectual Disabilities (ICF/IID) assessment. <i>No change in taxpayer liability</i>
Vermont			
Health Care Related Taxes		Expanded the health care employer assessment to Medicaid employees. This measure was projected to bring in an additional \$2.8 million in FY 2015.	
West Virginia			
Health Care Related Taxes	Increased the tax rate and extended the expiration date on eligible acute care hospitals. This measure was projected to bring in an additional \$20.7 million in FY 2016.		
Health Care Related Taxes		Increased the tax rate from 0.45 percent to .62 percent on gross receipts received by eligible acute care hospitals and extended the tax expiration date by one year. This measure was projected to bring in an additional \$16.4 million in FY 2015.

	CY 2012
Delaware	
Health Care Related Taxes	Created quality assessment fees for nursing homes and long term care providers. The rate is equal to a maximum of \$14 - \$16 per non-Medicare resident day for each nursing facility for assessment periods prior to June 1, 2013. After that, the maximum rate is \$9.35 - \$12.00 per non-Medicare resident per day. This measure was projected to bring in an additional \$1.3 million in FY 2013.

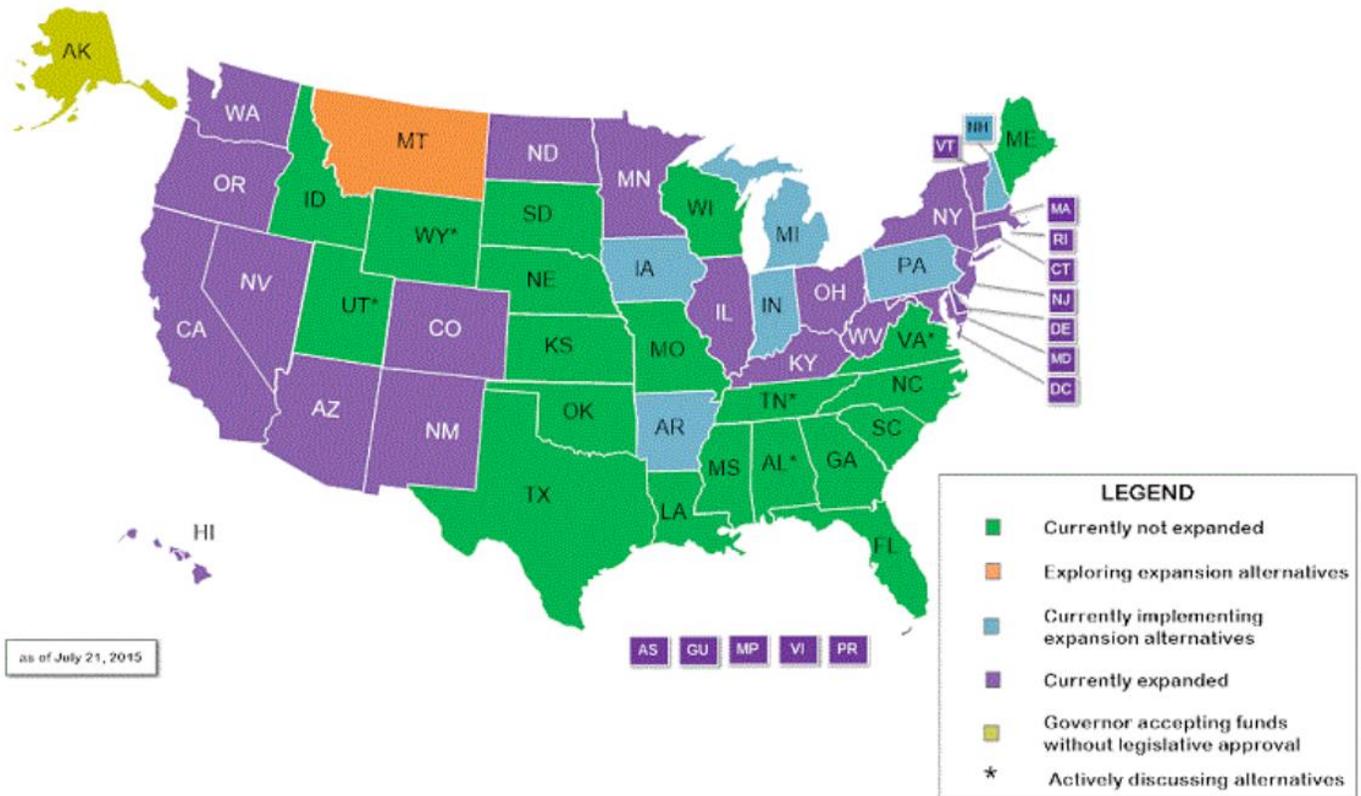
* Listings in red generally indicate tax reductions or deletions.

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This database is made possible through the generous support of the Pew Charitable Trusts.
 For more information on the database, contact the [Fiscal Affairs Program](#).

Affordable Care Act Medicaid Expansion



Map excerpt from: <http://www.ncsl.org/research/health/affordable-care-act-expansion.aspx>
by Melissa Hansen. (c) NCSL.