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FISCAL IMPACT REPORT

ORIGINAL DATE 02/25/13

SPONSOR Griego LAST UPDATED _____ HB _____

SHORT TITLE Additional Health Care Source Payments SB 586

ANALYST Geisler

ESTIMATED ADDITIONAL OPERATING BUDGET IMPACT (dollars in thousands)

	FY13	FY14	FY15	3 Year Total Cost	Recurring or Nonrecurring	Fund Affected
Total		NFI				

(Parenthesis () Indicate Expenditure Decreases)

SOURCES OF INFORMATION

LFC Files

Responses Received From

Human Services Department (HSD)

SUMMARY

Synopsis of Bill

Senate Bill 586 would amend 27-5-16(C) NMSA 1978 to include clarification language regarding Sole Community Provider Fund payments. Language is added allowing additional payments to be made to hospitals pursuant to waiver agreement, rule, law or state plan amendment providing for supplemental Medicaid payments.

FISCAL IMPLICATIONS

None noted. The language in SB 585 will amend the statute to ensure it aligns with the way the Sole Community Provider program will operate in the future and ensure hospitals will received agreed upon payments.

SIGNIFICANT ISSUES

HSD provides that New Mexico has proposed an 1115 Demonstration Waiver to the Centers for Medicare and Medicaid Services (CMS), commonly referred to as “Centennial Care” that includes the current Sole Community Provider program. The waiver proposal would change the state-federal agreement from one based solely on a Medicaid state plan amendment to one that is also based on the 1115 waiver. The bill provides for clarification in the statute to recognize that change. The proposed amendment permits amounts to be paid to sole community provider

hospitals from the State Medicaid program consistent with federal approval of a State Plan amendment, 1115 waiver, rule or law.

GG/blm