

**COMMONWEALTH OF KENTUCKY FISCAL NOTE STATEMENT
LEGISLATIVE RESEARCH COMMISSION
2019 REGULAR SESSION**

MEASURE

2019 BR NUMBER 1800

SENATE BILL NUMBER 182

TITLE AN ACT relating to licensure by the Cabinet for Health and Family Services. and making an appropriation therefor.

SPONSOR Senator Alice Forgy Kerr

FISCAL SUMMARY

STATE FISCAL IMPACT: YES NO UNCERTAIN

OTHER FISCAL STATEMENT(S) THAT MAY APPLY: ACTUARIAL ANALYSIS LOCAL MANDATE CORRECTIONS IMPACT HEALTH BENEFIT MANDATE

APPROPRIATION UNIT(S) IMPACTED: _____

FUND(S) IMPACTED: GENERAL ROAD FEDERAL RESTRICTED _____

FISCAL ESTIMATES	2018-2019	2019-2020	ANNUAL IMPACT AT FULL IMPLEMENTATION
REVENUES			
EXPENDITURES			
NET EFFECT			

() indicates a decrease/negative

PURPOSE OF MEASURE: The purpose of the measure is to create the Kentucky certified long-term care facility civil monetary fund, to redirect funding from the Kentucky nursing incentive scholarship program to the newly created Kentucky civil penalty fund, and to establish requirements for the licensure and certificate of need for health care facilities.

FISCAL EXPLANATION: Section 1 of Senate Bill 182 permits the Office of the Inspector General (OIG) to retain any interest earned on the federal Civil Monetary Penalty Fund and directs those funds to the Kentucky certified long-term care facility civil monetary fund as established by the legislation. There is no fiscal impact related to the provisions of Section 1.

Section 8 of the legislation amends KRS 216.560 to redirect funding from the Kentucky nursing incentive scholarship to the Kentucky civil penalty fund as established by the legislation. Under the provisions of Section 8, the funds from the Kentucky civil penalty fund would be used for programs related to residents of long-term care facilities that are not federally certified such as personal care homes and family care homes. The Cabinet for Health and Family Services reports that receipts from fines of long-term care facilities not federally certified totaled \$11,500 in State Fiscal Year (SFY) 2017 and \$27,380 in SFY 2018. There is no fiscal impact related to the provisions of Section 8.

DATA SOURCE(S): Cabinet for Health and Family Services

PREPARER: Miriam Fordham **NOTE NUMBER:** 78 **REVIEW:** JAB **DATE:** 2/25/2019

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