



**Legislative
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FISCAL NOTE

Drafting Number: LLS 18-1180
Prime Sponsors: Rep. Rankin
 Sen. Moreno

Date: March 26, 2018
Bill Status: House Appropriations
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Bill Topic: SUPPLEMENTAL PAYMENT DURABLE MEDICAL EQUIPMENT

**Summary of
Fiscal Impact:**

- State Revenue
- State Expenditure
- State Transfer
- TABOR Refund
- Local Government
- Statutory Public Entity

This bill authorizes HCPF to make supplemental payments to qualified providers of medical services equipment. It increases state expenditures in the current FY 2017-18 only.

**Appropriation
Summary:**

For the current FY 2017-18, the bill requires and includes an appropriation of \$6.1 million to the Department of Health Care Policy and Financing.

**Fiscal Note
Status:**

The fiscal note reflects the introduced bill. This bill was recommended by the Joint Budget Committee, and is part of the FY 2018-19 budget package.

**Table 1
State Fiscal Impacts Under HB 18-1329**

		FY 2017-18	FY 2018-19
Revenue		-	-
Expenditures	General Fund	\$6.1 million	-
Transfers		-	-
TABOR Refund		-	-

Summary of Legislation

This bill authorizes the Department of Health Care Policy and Financing (HCPF) to make supplemental payments to qualified providers of durable medical equipment that experienced a reduction in reimbursement payments for services due to the passage of the federal 21st Century Cures Act. HCPF must determine the supplemental payment for each qualified provider based on the services provided and the funding the provider would have received prior to the 21st Century Cures Act for services provided from January 1, 2018, to April 30, 2018. HCPF must distribute supplemental payments no later than December 31, 2018.

Background

The federal 21st Century Cures Act included a provision that requires Medicaid rates for durable medical equipment to not exceed comparable Medicare rates, effective January 1, 2018.

State Expenditures

For the current FY 2017-18, this bill increases General Fund expenditures by \$6.1 million to fund supplemental payments for qualified providers that provide durable medical equipment. The actual distribution of funds will be determined by HCPF based on services provided and the amount of funding lost.

Effective Date

The bill takes effect upon signature of the Governor, or upon becoming law without his signature.

State Appropriations

The bill requires and includes an appropriation of \$6.1 million General Fund to the Department of Health Care Policy and Financing.

State and Local Government Contacts

Health Care Policy and Financing

Information Technology