

COMMITTEE ON LEGISLATIVE RESEARCH
OVERSIGHT DIVISION

FISCAL NOTE

L.R. NO.: 3511-02
BILL NO.: Perfected HB 1591
SUBJECT: Nursing and Boarding Homes; Licenses - Professional
TYPE: Original
DATE: March 9, 2000

FISCAL SUMMARY

ESTIMATED NET EFFECT ON STATE FUNDS			
FUND AFFECTED	FY 2001	FY 2002	FY 2003
General Revenue	\$5,775	\$300	\$825
Total Estimated Net Effect on <u>All</u> State Funds	\$5,775	\$300	\$825

ESTIMATED NET EFFECT ON FEDERAL FUNDS			
FUND AFFECTED	FY 2001	FY 2002	FY 2003
None	\$0	\$0	\$0
Total Estimated Net Effect on <u>All</u> Federal Funds	\$0	\$0	\$0

ESTIMATED NET EFFECT ON LOCAL FUNDS			
FUND AFFECTED	FY 2001	FY 2002	FY 2003
Local Government	\$0	\$0	\$0

Numbers within parentheses: () indicate costs or losses
This fiscal note contains 3 pages.

FISCAL ANALYSIS

ASSUMPTION

Officials from the **Department of Social Services - Division of Aging (DOS)** assume the proposed legislation would result in an increase in revenue, due to the collection of the \$25 fee for the retired license. The established number of licensed nursing home administrators is 1,850 in FY 00; 1,859 in FY 01; and 1,868 in FY 02. With the FY 00 total administrator population, 690 have maintained an active license for at least ten years. A random sampling was completed on one-third (230) of the 690. Based on the assumption that an average age for retirement is 60 years of age and that the sample was extrapolated across the population, the DOS estimated the following: in FY 01, a total of 231 (77 x 3) individuals would meet the criteria for a retired license; in FY 02, 12 (4 x 3) individuals would meet the criteria; and in FY 03, 33 (11 x 3) might elect a retired license.

Officials from the **Department of Economic Development - Division of Professional Registration (DPR)** assume the proposed legislation would have no fiscal impact on their agency.

<u>FISCAL IMPACT - State Government</u>	FY 2001 (10 Mo.)	FY 2002	FY 2003
GENERAL REVENUE FUND			
<u>Income- Department of Social Services (DOS)</u>			
Retired License Fees	\$5,775	\$300	\$825
<u>FISCAL IMPACT - Local Government</u>	FY 2001 (10 Mo.)	FY 2002	FY 2003
	0	0	0

FISCAL IMPACT - Small Business

No direct fiscal impact to small businesses would be expected as a result of this proposal.

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DESCRIPTION

This bill establishes a process by which nursing home administrators who have maintained an active license for at least 10 years may retire their license. The process includes the option of filing an affidavit with the Board of Nursing Home Administrators along with payment of a \$25 fee made payable to the Division of Aging. A retired license may be reactivated within 5 years by filing with the board evidence of the completion of 20 hours of continuing education for each year the license was retired. If more than 5 years have elapsed since the license was retired, the license is reactivated by following the procedures for the issuance of a new license. Retired licensees remain subject to disciplinary actions for violations of the statutes and related rules governing nursing home administrators.

This legislation is not federally mandated, would not duplicate any other program and would not require additional capital improvements or rental space.

This proposal would affect Total State Revenues.

SOURCES OF INFORMATION

Department of Social Services
Department of Economic Development - Division of Professional Registration



Jeanne Jarrett, CPA
Director
March 9, 2000