

(Return in triplicate)

FISCAL NOTE

JAN 23 1987

Bill/Resolution No.: Senate Bill No. 2325 Amendment to: _____

Requested by: Legislative Council Date of Receipt: 1/16/87

Please estimate the fiscal impact of the above measure for:

State general or special funds Counties Cities

In the following space note the fiscal effect in dollars of this measure:

Narrative:

The purpose of Section 1 in the bill is to clarify ambiguous phrasing in North Dakota Century Code and in Section 2 to adjust present restrictions in licensing fees for nursing home administrators. The current number of licensed nursing home administrators is 82 (includes Intermediate Care only).

About 39% of the facilities have reached their limit as to administrative cost; therefore, an increase in licensing fee would influence long-term rates for only 61% of the 82 administrators or 50 administrators.

The current licensing fee is \$50. If this bill is passed, the fee could be anywhere from \$50 to \$100. The fee increase would be set in January 1, 1988, and January 1, 1989. The January 1, 1989 increase would be reflected in cost statements used to compute nursing home rates for the period October, 1989 - September, 1990, and, therefore, would not influence payments in 1987-1989 biennium. The January 1, 1988 increase would be reflected in cost statements used to compute rates for the period October, 1988 - September, 1989 and, therefore, would influence payments in 1987-1989 biennium for nine months of service from October, 1988 - June, 1989 paid in the period November, 1988 - July, 1989. Of the increase in license fee, 54.68% would influence Medicaid rates payments while 45.32% would go for private pay residents.

If the fee increased to the maximum of \$100, the total fiscal impact will be less than \$5,000. For a more definitive response we request this fiscal note be referred to the State Board of Examiners for Nursing Home Administrators.

State Fiscal Effect:

1987-88		1988-89		Biennium Total	
Special Funds	General Fund	Special Funds	General Fund	Special Funds	General Fund

County and City Fiscal Effect:

1987-88		1988-89		Biennium Total	
Counties	Cities	Counties	Cities	Counties	Cities

If additional space is needed, attach a supplemental sheet.

Signed Mike Schwindt

Typed Name MIKE SCHWINDT

Date Prepared: 1/22/87

Department HUMAN SERVICES