

FISCAL NOTE

STATE OF ALASKA
2006 LEGISLATIVE SESSION

Fiscal Note Number: _____
 Bill Version: _____
 () Publish Date: _____
 Dept. Affected: Health & Social Services

Revision Date/Time (Note if correction): _____
 Title LIMITATIONS ON OVERTIME FOR REGISTERED NURSES

RDU Health Care Services
 Component Medicaid Services

Sponsor WILSON
 Requester HOUSE (HES)

Component No. 2077

Expenditures/Revenues (Thousands of Dollars)

Note: Amounts do not include inflation unless otherwise noted below.

OPERATING EXPENDITURES	FY 2007	FY 2008	FY 2009	FY 2010	FY 2011	FY 2012
Personal Services						
Travel						
Contractual						
Supplies						
Equipment						
Land & Structures						
Grants & Claims						
Miscellaneous						
TOTAL OPERATING	0.0	0.0	0.0	0.0	0.0	0.0

CAPITAL EXPENDITURES						
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CHANGE IN REVENUES (0)						
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FUND SOURCE (Thousands of Dollars)

1002 Federal Receipts						
1003 GF Match						
1004 GF						
1037 GF/Mental Health						
Other(Specify Type-do not abbreviate)						
Other(Specify Type-do not abbreviate)						
TOTAL	0.0	0.0	0.0	0.0	0.0	0.0

Estimate of any current year (FY2006) cost: _____

Mark this box (X) if funding for this bill is included in the Governor's FY 2007 budget proposal:

POSITIONS

Full-time						
Part-time						
Temporary						

ANALYSIS: (Attach a separate page if necessary)

Alaska statutes (AS 47.07.070) require Medicaid hospital and nursing facility rates to be based on reasonable costs related to patient care. This proposed statute could require hospitals to hire more higher cost contract nurse staff because of the shortage of nurses in Alaska, and pay more for overtime nursing services. The additional costs would push Medicaid hospital and nursing facility rates upward. Generally speaking Medicaid pays it's share of new hospital (Approx 20-30%) and nursing facility (Approx 80-85%) costs eventually. The DHSS does not have data on how many nurses could currently be working illegal overtime under this proposed statute. There could well be an impact on Medicaid hospital and nursing facility payment rates, however the amount of such impact is indeterminate at this time. Fines and penalties are not factors considered in establishing Medicaid payment rates, so decreasing the amount of the penalty in CS HB271 (HES) does not affect the fiscal note.

Prepared by: Jack Nielson
 Division Commissioner's Office/Office of Rate Review
 Approved by: Karleen Jackson, Commissioner
 Agency Department of Health and Social Services

Phone 334-2447
 Date/Time 02/03/2006
 Date 02/27/2006