

House Budget Committee Report

Agency: Health Care Stabilization Fund Board of Governors **Bill No.** HB 2274 **Bill Sec.** --

Analyst: Light

Analysis Pg. No. Vol. I, p. 225

Budget Page No. 66

Expenditure Summary	Agency Estimate FY 2023	Governor Recommendation FY 2023	House Budget Committee Adjustments
Operating Expenditures:			
State General Fund	\$ 0	\$ 0	\$ 0
Federal Funds	0	0	0
Other Funds	38,265,927	38,265,927	0
<i>Subtotal</i>	<u>\$ 38,265,927</u>	<u>\$ 38,265,927</u>	<u>\$ 0</u>
Capital Improvements:			
State General Fund	\$ 0	\$ 0	\$ 0
Federal Funds	0	0	0
Other Funds	0	0	0
<i>Subtotal</i>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>
TOTAL	<u><u>\$ 38,265,927</u></u>	<u><u>\$ 38,265,927</u></u>	<u><u>\$ 0</u></u>
 FTE positions	 21.0	 21.0	 0.0

Agency Estimate

The **agency** submits a revised estimate of \$38.3 million, all from special revenue funds, and 21.0 FTE positions in FY 2023. This is an increase of \$1.2 million, or 3.2 percent, above the amount approved by the 2022 Legislature. This includes increased expenditures in other assistance of \$1.2 million, or 4.4 percent, and in contractual services of \$26,827, or 0.4 percent, above the approved amount. These increases are partially offset by a decrease in salaries and wages expenditures of \$97,325, or 4.8 percent, below the approved amount. The decrease in salaries and wages is mostly due to a decrease in employer contributions for employee fringe benefits. The overall increase is mainly attributed to other assistance, specifically an estimated increase in claims expenses for medical malpractice and in other fees for court cases. The contractual services increase is due to additional consulting services for information systems.

Governor's Recommendation

The **Governor** concurs with the agency's FY 2023 revised estimate.

House Budget Committee Recommendation

The **Budget Committee** concurs with the Governor's recommendation in FY 2023.

House Committee Recommendation

The **Committee** concurs with the Budget Committee's recommendation in FY 2023.

House Committee of the Whole Recommendation (House Sub. for SB 42)

The **Committee of the Whole** concurs with the Committee's recommendation in FY 2023.

Senate Subcommittee Report

Agency: Health Care Stabilization Fund Board of Governors **Bill No.** SB 153 **Bill Sec.** --

Analyst: Light **Analysis Pg. No.** Vol I, p. 225 **Budget Page No.** 66

<u>Expenditure Summary</u>	<u>Agency Estimate FY 2023</u>	<u>Governor Recommendation FY 2023</u>	<u>Senate Subcommittee Adjustments</u>
Operating Expenditures:			
State General Fund	\$ 0	\$ 0	\$ 0
Federal Funds	0	0	0
Other Funds	38,265,927	38,265,927	0
<i>Subtotal</i>	<u>\$ 38,265,927</u>	<u>\$ 38,265,927</u>	<u>\$ 0</u>
Capital Improvements:			
State General Fund	\$ 0	\$ 0	\$ 0
Federal Funds	0	0	0
Other Funds	0	0	0
<i>Subtotal</i>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>
TOTAL	<u>\$ 38,265,927</u>	<u>\$ 38,265,927</u>	<u>\$ 0</u>

FTE positions	21.0	21.0	0.0
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Agency Estimate

The **agency** submits a revised estimate of \$38.3 million, all from special revenue funds, and 21.0 FTE positions in FY 2023. This is an increase of \$1.2 million, or 3.2 percent, above the amount approved by the 2022 Legislature. This includes increased expenditures in other assistance of \$1.2 million, or 4.4 percent, and in contractual services of \$26,827, or 0.4 percent, above the approved amount. These increases are partially offset by a decrease in salaries and wages expenditures of \$97,325, or 4.8 percent, below the approved amount. The decrease in salaries and wages is mostly due to a decrease in employer contributions for employee fringe benefits. The overall increase is mainly attributed to other assistance, specifically an estimated

increase in claims expenses for medical malpractice and in other fees for court cases. The contractual services increase is due to additional consulting services for information systems.

Governor's Recommendation

The **Governor** concurs with the agency's FY 2023 revised estimate.

Senate Subcommittee Recommendation

The **Senate Subcommittee** concurs with the Governor's FY 2023 recommendation.

Senate Committee Recommendation

The **Committee** concurs with the Subcommittee's FY 2023 recommendation.

Senate Committee of the Whole Recommendation (Sub. for SB 155)

The **Committee of the Whole** concurs with the Committee's FY 2023 recommendation.

Conference Committee Recommendation (HB 2184)

The **Conference Committee** concurs with the Governor's FY 2023 recommendation.

Omnibus Action (SB 25)

No action was taken in FY 2023.

	Governor's Recommendation FY 2023	Legislative Action Mega Bill	Legislative Approved FY 2023	Legislative Action Omnibus Bill	Final Legislative Approved FY 2023
All Funds					
State Operations	\$ 38,265,928	\$ 0	\$ 38,265,928	\$ 0	\$ 38,265,928
Aid to Local Units	0	0	0	0	0
Other Assistance	0	0	0	0	0
<i>Subtotal - Operations</i>	<i>\$ 38,265,928</i>	<i>\$ 0</i>	<i>\$ 38,265,928</i>	<i>\$ 0</i>	<i>\$ 38,265,928</i>
Capital Improvements	0	0	0	0	0
TOTAL	\$ 38,265,928	\$ 0	\$ 38,265,928	\$ 0	\$ 38,265,928

State General Fund

State Operations	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Aid to Local Units	0	0	0	0	0
Other Assistance	0	0	0	0	0
<i>Subtotal - Operating</i>	<i>\$ 0</i>				
Capital Improvements	0	0	0	0	0
TOTAL	\$ 0				

FTE Positions	21.0	0.0	21.0	0.0	21.0
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House Budget Committee Report

Agency: Health Care Stabilization Fund Board of Governors **Bill No.** HB 2273 **Bill Sec.** 29

Analyst: Light

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Expenditure Summary	Agency Request FY 2024	Governor Recommendation FY 2024	House Budget Committee Adjustments
Operating Expenditures:			
State General Fund	\$ 0	\$ 0	\$ 0
Federal Funds	0	0	0
Other Funds	40,088,892	40,088,892	0
<i>Subtotal</i>	\$ 40,088,892	\$ 40,088,892	\$ 0
Capital Improvements:			
State General Fund	\$ 0	\$ 0	\$ 0
Federal Funds	0	0	0
Other Funds	0	0	0
<i>Subtotal</i>	\$ 0	\$ 0	\$ 0
TOTAL	\$ 40,088,892	\$ 40,088,892	\$ 0
FTE positions	21.0	21.0	0.0

Agency Request

The **agency** requests \$40.1 million, all from special revenue funds, for FY 2024. This is an increase of \$1.8 million, or 4.8 percent, above the FY 2023 revised estimate. This is mainly attributable to increases in other assistance expenditures, contractual services, and capital outlay.

The request includes an increase in projected other assistance expenditures of \$801,568, or 2.7 percent, above the FY 2023 revised estimate, which is mainly due to increased projected court-approved settlement agreements or jury awards for medical malpractice lawsuits. The increase in contractual services is \$900,487, or 14.9 percent, above the FY 2023 revised estimate, which is mainly attributable to an expected increase in attorney and lawyer fees (\$543,897) and an anticipated increase in court reporter and expert witness fees (\$259,740). The capital outlay increase is \$43,300, or 71.9 percent, above the FY 2023 revised estimate, and is mainly attributable to routine system maintenance and equipment replacement (\$37,000).

The **agency** requests 21.0 FTE positions for FY 2024, which is the same number as the FY 2023 revised estimate.

Governor's Recommendation

The **Governor** concurs with the agency's request for FY 2024.

House Budget Committee Report

The **Budget Committee** concurs with the Governor's recommendation for FY 2024.

House Committee Report

The **Committee** concurs with the Budget Committee's recommendation for FY 2024.

House Committee of the Whole Recommendation (House Sub. for SB 42)

The **Committee of the Whole** concurs with the Committee's recommendation for FY 2024.

Senate Subcommittee Report

Agency: Health Care Stabilization Fund Board of Governors **Bill No.** SB 155 **Bill Sec.** 29

Analyst: Light **Analysis Pg. No.** Vol. I, p. 225 **Budget Page No.** 66

Expenditure Summary	Agency Request FY 2024	Governor Recommendation FY 2024	Senate Subcommittee Adjustments
Operating Expenditures:			
State General Fund	\$ 0	\$ 0	\$ 0
Federal Funds	0	0	0
Other Funds	40,088,892	40,088,892	0
<i>Subtotal</i>	<u>\$ 40,088,892</u>	<u>\$ 40,088,892</u>	<u>\$ 0</u>
Capital Improvements:			
State General Fund	\$ 0	\$ 0	\$ 0
Federal Funds	0	0	0
Other Funds	0	0	0
<i>Subtotal</i>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>
TOTAL	<u><u>\$ 40,088,892</u></u>	<u><u>\$ 40,088,892</u></u>	<u><u>\$ 0</u></u>

FTE positions	21.0	21.0	0.0
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Agency Request

The **agency** requests \$40.1 million, all from special revenue funds, for FY 2024. This is an increase of \$1.8 million, or 4.8 percent, above the FY 2023 revised estimate. This is mainly attributable to increases in other assistance expenditures, contractual services, and capital outlay.

The request includes an increase in projected other assistance expenditures of \$801,568, or 2.7 percent, above the FY 2023 revised estimate, which is mainly due to increased projected court-approved settlement agreements or jury awards for medical malpractice lawsuits. The increase in contractual services is \$900,487, or 14.9 percent, above the FY 2023 revised estimate, which is mainly attributable to an expected increase in attorney and lawyer fees (\$543,897) and an anticipated increase in court reporter and expert witness fees (\$259,740). The capital outlay increase is \$43,300, or 71.9 percent, above the FY 2023 revised estimate, and is mainly attributable to routine system maintenance and equipment replacement (\$37,000).

The **agency** requests 21.0 FTE positions for FY 2024, which is the same number as the FY 2023 revised estimate.

Governor's Recommendation

The **Governor** concurs with the agency's request for FY 2024.

Senate Subcommittee Recommendation

The **Subcommittee** concurs with the Governor's recommendation for FY 2024.

Senate Committee Recommendation

The **Committee** concurs with the Subcommittee's recommendation for FY 2024.

Senate Committee of the Whole Recommendation (Sub. for SB 155)

The **Committee of the Whole** concurs with the Committee's recommendation for FY 2024.

Conference Committee Recommendation (HB 2184)

The **Conference Committee** concurs with the Governor's recommendation for FY 2024.

Omnibus Action (SB 25)

1. Add language including maternity centers as a healthcare provider for FY 2024.

State Finance Council

1. Add \$108,119, all from special revenue funds, for a salary adjustment for most state employees based on the Department of Administration Market Survey and a 5.0 percent salary adjustment for employees with job classifications that are not included in the Market Survey for FY 2024.

	Governor's Recommendation FY 2024	Legislative Action Mega Bill	Legislative Approved FY 2024	Legislative Action Omnibus Bill	Final Legislative Approved FY 2024
All Funds					
State Operations	\$ 40,088,892	\$ 0	\$ 40,088,892	\$ 108,119	\$ 40,197,011
Aid to Local Units	0	0	0	0	0
Other Assistance	0	0	0	0	0
<i>Subtotal - Operations</i>	<i>\$ 40,088,892</i>	<i>\$ 0</i>	<i>\$ 40,088,892</i>	<i>\$ 108,119</i>	<i>\$ 40,197,011</i>
Capital Improvements	0	0	0	0	0
TOTAL	\$ 40,088,892	\$ 0	\$ 40,088,892	\$ 108,119	\$ 40,197,011

State General Fund

State Operations	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Aid to Local Units	0	0	0	0	0
Other Assistance	0	0	0	0	0
<i>Subtotal - Operating</i>	<i>\$ 0</i>				
Capital Improvements	0	0	0	0	0
TOTAL	\$ 0				

FTE Positions	21.0	0.0	21.0	0.0	21.0
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Health Care Stabilization Fund Board of Governors

	FY 2023			FY 2024		
	SGF	All Funds	FTE	SGF	All Funds	FTE
Agency Estimate W/O Maj. Changes	\$ -	\$ 38,265,927	21.0	\$ -	\$ 40,088,892	21.0
1. No Changes	-	-	-	-	-	-
<i>Subtotal – Agency Estimate</i>	<u>\$ -</u>	<u>\$ 38,265,927</u>	<u>21.0</u>	<u>\$ -</u>	<u>\$ 40,088,892</u>	<u>21.0</u>
Governor's Changes:						
2. No Changes	-	-	-	-	-	-
<i>Subtotal - Governor's Recommendation</i>	<u>\$ -</u>	<u>\$ 38,265,927</u>	<u>21.0</u>	<u>\$ -</u>	<u>\$ 40,088,892</u>	<u>21.0</u>
Change from Agency Est.	\$ -	\$ -	-	\$ -	\$ -	-
Percent Change from Agency Est.	-- %	0.0 %	0.0 %	-- %	0.0 %	0.0 %
Legislative Action:						
3. Salary Increase	\$ -	\$ -	-	\$ -	\$ 108,119	-
TOTAL APPROVED	<u><u>\$ -</u></u>	<u><u>\$ 38,265,927</u></u>	<u><u>21.0</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 40,197,011</u></u>	<u><u>21.0</u></u>
Change from Gov. Rec.	\$ -	\$ -	-	\$ -	\$ 108,119	-
Percent Change from Gov. Rec.	-- %	0.0 %	0.0 %	-- %	0.3 %	0.0 %
Change from Agency Est.	\$ -	\$ -	-	\$ -	\$ 108,119	-
Percent Change from Agency Est.	-- %	0.0 %	0.0 %	-- %	0.3 %	0.0 %
Category of Expenditure:	SGF	All Funds		SGF	All Funds	
State Operations	\$ -	\$ 8,067,495		\$ -	\$ 9,197,011	
Aid to Local Units	-	-		-	-	
Other Assistance	-	30,198,432		-	31,000,000	
Capital Improvements	-	-		-	-	
TOTAL APPROVED	<u><u>\$ -</u></u>	<u><u>\$ 38,265,927</u></u>		<u><u>\$ -</u></u>	<u><u>\$ 40,197,011</u></u>	

1. The agency did not recommend any changes to the agency's budget in FY 2023 or for FY 2024.
2. The Governor did not recommend any changes to the agency's budget in FY 2023 or for FY 2024.
3. The Legislature added \$108,119, all from special revenue funds, for a salary adjustment for most state employees based on the Department of Administration Market Survey and a 5.0 percent salary adjustment for employees with job classifications that are not included in the Market Survey for FY 2024.