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Laura Kelly, Governor

February 20, 2025

The Honorable Tom Kessler, Chairperson House Committee on Federal and State Affairs 300 SW 10th Avenue, Room 346-S Topeka, Kansas 66612

Dear Representative Kessler:

SUBJECT: Fiscal Note for HB 2250 by House Committee on Health and Human

Services

In accordance with KSA 75-3715a, the following fiscal note concerning HB 2250 is respectfully submitted to your committee.

HB 2250 would increase the annual assessment on hospital providers to 6.0 percent of each hospital's net inpatient and outpatient operating revenue, as determined by the Healthcare Access Improvement Panel in consultation with the Kansas Department of Health and Environment (KDHE), for the hospital's fiscal year occurring three years prior to the assessment year. The bill would also add provisions to add the assessment for critical access hospitals and rural emergency hospitals with revenues above a threshold determined by the Panel. In addition, the bill would allow KDHE to take legal action, including penalties, for non-payment of the assessment.

According to KDHE, enactment of HB 2250 would not result in a fiscal effect for the agency. The bill implements practices already in place by budget provisos.

Sincerely,

Adam C. Proffitt

Director of the Budget

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cc: Amy Penrod, KDHE