

**LEGISLATIVE FISCAL OFFICE**  
**Fiscal Note**



Fiscal Note On: **HB 860** HLS 24RS 1003

Bill Text Version: **ENGROSSED**

Opp. Chamb. Action:

Proposed Amd.:

Sub. Bill For.:

<b>Date:</b> April 22, 2024	10:16 AM	<b>Author:</b> ECHOLS
<b>Dept./Agy.:</b> LDH		<b>Analyst:</b> Shawn Hotstream
<b>Subject:</b> home visiting services		

MEDICAID EG INCREASE GF EX See Note Page 1 of 1  
Provides relative to Medicaid reimbursement for home visiting services provided after the birth of a child

Proposed law requires LDH to provide Medicaid coverage for newborn home visiting services for Medicaid eligibles.

Proposed law provides that LDH shall establish a Medicaid reimbursement rate for newborn home visiting services that is at least 95% of the amount reimbursed for targeted case management under Medicare for similar services, and shall negotiate with MCOs to reimburse at levels that reflect the additional costs for reflective supervision, provider transportation, and administrative costs relative to record keeping. Rates shall be implemented no later than December 31, 2024.

EXPENDITURES	2024-25	2025-26	2026-27	2027-28	2028-29	5 -YEAR TOTAL
State Gen. Fd.	<b>INCREASE</b>	<b>INCREASE</b>	<b>INCREASE</b>	<b>INCREASE</b>	<b>INCREASE</b>	
Agy. Self-Gen.	\$0	\$0	\$0	\$0	\$0	<b>\$0</b>
Ded./Other	\$0	\$0	\$0	\$0	\$0	<b>\$0</b>
Federal Funds	<b>INCREASE</b>	<b>INCREASE</b>	<b>INCREASE</b>	<b>INCREASE</b>	<b>INCREASE</b>	
Local Funds	\$0	\$0	\$0	\$0	\$0	<b>\$0</b>
<b>Annual Total</b>						
REVENUES	2024-25	2025-26	2026-27	2027-28	2028-29	5 -YEAR TOTAL
State Gen. Fd.	\$0	\$0	\$0	\$0	\$0	<b>\$0</b>
Agy. Self-Gen.	\$0	\$0	\$0	\$0	\$0	<b>\$0</b>
Ded./Other	\$0	\$0	\$0	\$0	\$0	<b>\$0</b>
Federal Funds	\$0	\$0	\$0	\$0	\$0	<b>\$0</b>
Local Funds	\$0	\$0	\$0	\$0	\$0	<b>\$0</b>
<b>Annual Total</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>

**EXPENDITURE EXPLANATION**

Based on the number of estimated Medicaid births (approximately 41,500 deliveries), it is anticipated that providing a new Medicaid covered service for newborn home visiting services for certain Medicaid eligibles will increase Medicaid expenditures by a significant, but indeterminable, amount in FY 25 and future years. The LA Department of Health (LDH) is required to reimburse for home visiting services at a minimum level of 95% of the amount reimbursed for targeted case management under Medicare. However, because the department could not locate such service codes under Medicare, a specific estimate is unable to be provided. The fiscal office is researching to determine if there is a comparable service under Medicare in order to calculate a minimum rate for purposes of the impact of the proposed law.

**REVENUE EXPLANATION**

There is no anticipated direct material effect on governmental revenues as a result of this measure.

Senate  
 13.5.1 >= \$100,000 Annual Fiscal Cost {S & H}  
 13.5.2 >= \$500,000 Annual Tax or Fee Change {S & H}

House  
 6.8(F)(1) >= \$100,000 SGF Fiscal Cost {H & S}  
 6.8(G) >= \$500,000 Tax or Fee Increase or a Net Fee Decrease {S}

**Patrice Thomas**  
**Deputy Fiscal Officer**