

TENNESSEE GENERAL ASSEMBLY
FISCAL REVIEW COMMITTEE



FISCAL NOTE

SB 1884 – HB 2544

February 9, 2024

SUMMARY OF BILL: Requires a government-owned hospital or health system to submit an annual report to the Health Facilities Commission (HFC) disclosing any administrative bonus or salary increase and any disbursements and contractor costs.

Requires a government-owned hospital or health system to disclose any administrative bonus or salary increase and any disbursements and contractor costs made since the last annual report submitted to the HFC prior to requesting additional public funds or initiating the closure of any service lines.

Establishes that a government-owned hospital or health system that makes an administrative bonus or salary increase or that requests public funds to compensate for financial losses on or after the date of the closure of a service line must report to the HFC the reasons behind the administrative bonus or salary increase and the decision to close the service line, or the reasons for the request for public funds, including financial data and strategic considerations.

Requires the HFC to make the required reports available on its public website. Establishes that a government-owned hospital or health system that does not comply with the provisions of legislation may be subject to sanction by the HFC, including licensure sanctions and the imposition of civil fines.

FISCAL IMPACT:

NOT SIGNIFICANT

Assumptions:

- The HFC can create the required forms and make reports available on its website utilizing existing personnel and resources, without a significant increase in expenditures.
- There is not estimated to be a significant number of civil fines collected by the HFC as a result of the proposed legislation.
- Any fiscal impact to state or local government is estimated to be not significant.

CERTIFICATION:

The information contained herein is true and correct to the best of my knowledge.

A handwritten signature in black ink that reads "Krista Lee Carsner". The signature is written in a cursive, flowing style.

Krista Lee Carsner, Executive Director

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