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sSB-125

AN ACT RESTRICTING PRIVATE EQUITY OWNERSHIP OF
NURSING HOMES.

AMENDMENT

LCO No.: 5679

File Copy No.: 69

Senate Calendar No.: 69

OFA Fiscal Note

See Fiscal Note Details

The amendment strikes the language in the underlying bill and the associated fiscal impact.

Section 3 could result in a revenue gain to the state associated with allowing (1) the Department of Social Services (DSS) to impose a civil penalty of \$1,000 per day on any nursing home failing to provide the information required under the amendment, and (2) the Department of Public Health to impose a maximum civil penalty of \$2,000 per violation for failing to provide the required attestation. The exact revenue gain, if any, is dependent on the number of violations and the agencies' discretion regarding civil penalties.

Sections 3 and 4 are anticipated to result in additional staffing costs to DSS of approximately \$100,000 for a Principal Cost Analyst (with associated fringe of \$42,000) to manage the oversight and review of investment entity ownerships in nursing homes.

To the extent that the costs for securing a surety bond or similar form of security are factored into nursing home rates, DSS will incur associated Medicaid costs.

The preceding Fiscal Impact statement is prepared for the benefit of the members of the General Assembly, solely for the purposes of information, summarization and explanation and does not represent the intent of the General Assembly or either chamber thereof for any purpose. In general, fiscal impacts are based upon a variety of informational sources, including the analyst's professional knowledge. Whenever applicable, agency data is consulted as part of the analysis, however final products do not necessarily reflect an assessment from any specific department.