Bill Summary 1st Session of the 58th Legislature

Bill No.: SB 890
Version: INT
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Author: Sen. Jett
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Bill Analysis

SB 890 adds a definition to the Supplemental Hospital Offset Payment Program (SHOPP) Act. "Newly eligible Medicaid population" is defined as those individuals over age 18 and under 65 whose income does not exceed 133% of the Federal Poverty Level guidelines. The measure provides that a hospital located within the geographical boundaries of a city with a population of less than 50,000 that provides more than 50% of its inpatient days under a contract with a state agency other than the Authority or a hospital located in a city with less than 50,000 providing certain services shall be exempt from the SHOPP program fee. The measure additionally sets a rate of 4% for hospitals located in cities with a population above 50,000 and 2.5% for hospitals not otherwise exempted from the fee located in cities with a population below 50,000. Within 60 days of the effective date of this measure, the Health Care Authority must redetermine the assessment amount to include the nonfederal portion of Medicaid expansion for the state fiscal year ending June 30, 2022, only. The measure also allocates \$33 million to fund the nonfederal portion of the Medicaid expansion for enrollees receiving services on or after July 1, 2021.

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