

### **VERMONT LEGISLATIVE**

# Joint Fiscal Office

1 Baldwin Street • Montpelier, VT 05633-5701 • (802) 828-2295 • https://ljfo.vermont.gov

### Fiscal Note

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Nolan Langweil, Principal Fiscal Analyst

## H.96 – An act relating to increasing the monetary thresholds for certificate of need

As recommended by the House Committee on Health Care, Draft 3.1<sup>12</sup>

### **Bill Summary**

he bill proposes to increase the monetary thresholds that trigger a certificate of need (CON) requirement and to exempt health care services and health facility projects that are the result of a contract awarded by the State.

#### **Fiscal Impact**

Over the past seven years, the Green Mountain Care Board (GMCB) has collected approximately \$50,000 per year – on average – in fees related to the review of CON applications. GMCB estimates that the bill could reduce this revenue by as much as \$20,000 per year on average. According to GMCB this loss can be absorbed and the decrease in CON reviews would allow resources to be deployed elsewhere.

### **Background and Details**

Under 18 V.S.A. § 9441, the Board charges a fee for the filing of CON applications. The fee is calculated at the rate of 0.125% of project costs.<sup>3</sup> Fees range from a minimum of \$250 (regardless of the project cost) to a maximum of \$20,000. All fees collected are deposited in the Green Mountain Care Board Regulatory and Administrative Fund.

<sup>&</sup>lt;sup>1</sup>The Joint Fiscal Office (JFO) is a nonpartisan legislative office dedicated to producing unbiased fiscal analysis — this fiscal note is meant to provide information for legislative consideration, not to provide policy recommendations.

<sup>&</sup>lt;sup>2</sup> The full fiscal note history is available on the fiscal tab of the bill page on the General Assembly website and can be pulled up through a bill number search on the JFO page.

<sup>3</sup> https://legislature.vermont.gov/statutes/section/18/221/09441