Landon State Office Building 900 SW Jackson Street, Room 504 Topeka, KS 66612



Phone: (785) 296-2436 Fax: (785) 296-0231 shawn.sullivan@budget.ks.gov

Shawn Sullivan, Director of the Budget

Sam Brownback, Governor

February 9, 2016

The Honorable Scott Schwab, Chairperson House Committee on Insurance and Financial Institutions Statehouse, Room 151-S Topeka, Kansas 66612

Dear Representative Schwab:

SUBJECT: Fiscal Note for HB 2579 by House Committee on Insurance and Financial

Institutions

In accordance with KSA 75-3715a, the following fiscal note concerning HB 2579 is respectfully submitted to your committee.

HB 2579 would permit the Secretary for Aging and Disability Services (KDADS) to issue a correction order to a person licensed to operate a health care facility whenever a duly authorized representative of the Secretary determines that the health care facility is not in compliance with laws, rules, and regulations established to govern the operation of such facilities. The bill specifies the method of delivery for the correction order, as well as the details the correction order must contain. The bill would clarify that if it is found that the licensee had not corrected the deficiency or deficiencies specified in the order, or had failed to comply with the provisions of KSA article 34 of chapter 40, the Secretary of KDADS could assess a civil penalty.

Passage of HB 2579 would have a negligible fiscal effect on the Kansas Department for Aging and Disability Services.

Sincerely,

Shawn Sullivan,

Director of the Budget

cc: Brad Ridley, Aging & Disability Services Ashley Michaelis, Judiciary