FISCAL NOTE

House Bill 312

Committee: Ways and Means General Fund Sponsor: Representative Paul W. Lee

Analyst: Tiffany Weaver Date: 04/01/2025

House Bill 312 as reported by the Committee on Ways and Means General Fund would extend the Medicaid assessment of private hospitals currently set to expire at the end of fiscal year 2025 to the end of fiscal year 2028. Receipts from the hospital assessment are deposited into the Alabama Health Care Trust Fund to be used by the Medicaid Agency to pay state match for inpatient and outpatient services for Medicaid recipients throughout the state. In fiscal year 2024, the total revenue received from the hospital assessment, prior to deducting the costs of collection, was approximately $317 million. The Alabama Medicaid Agency estimates $329 million to be collected for fiscal year 2025 from this hospital assessment.