

**FISCAL NOTE
PRIVATE COST**

- I. Department Title: Department of Health and Senior Services
Division Title: Division of Community and Public Health
Chapter Title: Maternal and Neonatal Care**

Rule Number and Title:	19 CSR 20-60.010 Levels of Maternal and Neonatal Care Designation
Type of Rulemaking:	Proposed

II. SUMMARY OF FISCAL IMPACT

Estimate of the number of entities by class which would likely be affected by the adoption of the rule:	Classification by types of the business entities which would likely be affected:	Estimate in the aggregate as to the cost of compliance with the rule by the affected entities:
72	Hospitals	\$172,533 for the first three year period and \$68,647 for annually thereafter
1	Birthing center	\$319 for the first three year period and \$261 annually thereafter
Total =		\$172,852 for the first three year period and \$68,908 for annually thereafter

III. WORKSHEET

Hospitals

One (1) registered nurse X 72 private hospitals that will complete the LOCATe tool annually X \$29/hour X eight (8) hours = \$16,704 for the annual completion of the LOCATe tool.

One (1) registered nurse X 67 private hospitals that will have the department conduct a verification review once every three (3) years X \$29/hour X three (3) hours = \$5,829 for the verification review by the department.

Five (5) private hospitals that will not have the department conduct a verification review X \$30,000 cost of designations by American Academy of Pediatrics (AAP) and the American College of Obstetricians and Gynecologists (ACOG) to establish levels of

maternal and neonatal care designations X one (1) time during a three year period = \$150,000.

$\$16,704 + \$5,829 + \$150,000 = \$172,533$ for the first three year period.

One (1) registered nurse X 72 private hospitals that will complete the LOCATe tool annually X \$29/hour X eight (8) hours = \$16,704 + \$1,943 (\$5,829/3 years for the verification review completed once every three (3) years by DHSS) + \$50,000 (\$150,000/3 per year cost of designation by AAP and ACOG) = \$68,647 annually thereafter.

Birthing center

One (1) registered nurse X one (1) private birthing center that will complete the LOCATe tool annually X \$29/hour X eight (8) hours = \$232 for the annual completion of the LOCATe tool.

One (1) registered nurse X one (1) private birthing center that will have the department conduct a verification review once every three (3) years X \$29/hour X three (3) hours = \$87 for the verification review by the department.

$\$232 + \$87 = \$319$ for the first three year period.

One (1) registered nurse X one (1) private birthing center that will complete the LOCATe tool annually X \$29/hour X eight (8) hours = \$232 + \$29 (\$87/3 per year for the verification review completed once every three (3) years by DHSS) = \$261 annually thereafter.

IV. ASSUMPTIONS

There are 72 private hospitals that will complete the LOCATe tool because the hospitals have either a licensed obstetric bed or a neonatal intensive care unit. A registered nurse with the requisite knowledge and experience from each hospital will complete the LOCATe tool. It is estimated that this nurse will earn approximately \$29/hour and that it will take approximately eight (8) hours to complete the LOCATE tool each year. It is further estimated that it will take approximately three (3) hours for the nurse to participate in the verification review process performed by the department every three (3) years.

The department is estimating that approximately 67 private hospitals will have the department conduct its verification review once every three years. It is estimated that five (5) private hospitals will not have the department conduct the verification reviews. These hospitals will receive a neonatal designation with AAP which costs approximately \$15,000 for the level that the hospital will be applying for that will last for three (3) years. These hospitals will also receive a maternal designation with ACOG which costs approximately \$15,000 for the level that the hospital will be applying for that will last for three (3) years.

There is one (1) birthing center that will complete the LOCATE tool. A registered nurse with the requisite knowledge and experience from the birthing center will complete the LOCATE tool. It is estimated that this nurse will earn approximately \$29/hour and that it will take approximately eight (8) hours to complete the LOCATE tool each year. It is further estimated that it will take approximately three (3) hours for the nurse to participate in the verification review process performed by the department every three (3) years. Finally, it is estimated that this birthing center will have the department conduct its verification review once every three (3) years.