

**Division of Health Care Finance of Department of Health and Environment;  
Updates Regarding Transfer of Powers and Duties of Kansas Health Policy  
Authority; Change Regarding Calculation of Annual Hospital Provider  
Assessment; HB 2416**

**HB 2416** updates a number of statutes to replace references to the Kansas Health Policy Authority (KHPA) with references to the Secretary of Health and Environment, Kansas Department of Health and Environment (KDHE), or the Division of Health Care Finance, KDHE. The bill also repeals the statutes that created KHPA. The replacement of references to KHPA is for the purpose of conforming to 2011 Executive Reorganization Order No. 38, which reorganized KHPA into the Division of Health Care Finance within KDHE.

Finally, the bill amends the statute which addresses the annual assessment on inpatient services imposed on each hospital provider based on an amount equal to 1.83 percent of each hospital's net inpatient operating revenue for FY 2001 to instead use a hospital's net inpatient operating revenue for FY 2010. If a hospital does not have a complete 12-month FY 2010, the assessment will be \$200,000 until the hospital has completed its first 12-month fiscal year, at which time the assessment will be 1.83 percent of the net operating revenue of such hospital's first completed 12-month fiscal year.