



Economic Impact Analysis Virginia Department of Planning and Budget

12 VAC 30-80-160 – Methods and Standards for Establishing Payment Rates – Other Types of Care, Department of Medical Assistance Services

October 22, 1998

The Department of Planning and Budget (DPB) has analyzed the economic impact of this proposed regulation in accordance with Section 9-6.14:7.1.G of the Administrative Process Act and Executive Order Number 25 (98). Section 9-6.14:7.1.G requires that such economic impact analyses include, but need not be limited to, the projected number of businesses or other entities to whom the regulation would apply, the identity of any localities and types of businesses or other entities particularly affected, the projected number of persons and employment positions to be affected, the projected costs to affected businesses or entities to implement or comply with the regulation, and the impact on the use and value of private property. The analysis presented below represents DPB's best estimate of these economic impacts.

Summary of the proposed regulation

In 1989, the federal government passed regulations requiring states to include in their Medicaid State Plans the fees paid for certain obstetric and pediatric medical procedures. This federal mandate has since been repealed and DMAS now proposes to repeal the supplement containing obstetric and pediatric rates from the Virginia State Plan for Medical Assistance.

Estimated Economic Impact

The repeal of this regulation will have not change how much DMAS pays for its obstetric and pediatric procedures, only whether those rates appear in the State Plan. If this section was retained, future readers of the Plan could be mislead when the listed fees became outdated. DMAS routinely provides fee information to Medicaid providers upon request. Therefore, the

repeal of the supplement to the State Plan containing the fees for obstetric and pediatric medical procedures will not have any economic effect.

Businesses and entities affected

No businesses or entities will be affected by the repeal of this regulation.

Localities particularly affected

No localities will be disproportionately affected by the repeal of this regulation as it applies statewide.

Projected impact on employment

There will be no impact on employment in the Commonwealth of Virginia due to the repeal of this regulation.

Effects on the use and value of private property

There will be no effects on the use and value of private property due to the repeal of this regulation.