

July 11, 2025

The Honorable Jim Bryson  
Commissioner  
Department of Finance & Administration  
State Capitol  
Nashville, TN 37219

Dear Commissioner Bryson:

In accordance with the provisions of T.C.A. 68-11-1613, please find attached a summary report of the hospital and nursing home bed approvals by the Tennessee Health Facilities Commission for the month of June 2025.

Please feel free to call me if you would like any further information.

Sincerely,

A handwritten signature in dark ink, reading "Stephen Smith" followed by a stylized flourish or initials.

Stephen Smith  
Director

Attachment

CC: Representative Gary Hicks, Chair – House Finance, Ways and Means Committee  
Senator Bo Watson, Chair – Senate Finance, Ways and Means Committee  
Bojan Savic, Executive Director – Fiscal Review Committee

**PROJECTED FISCAL IMPACT FOR BED APPROVALS**  
June 2025

I. <u>BED TYPE</u>	<u>INPATIENT BEDS</u>	<u>MENTAL HEALTH BEDS</u>	<u>NURSING FACILITY BED TYPES</u> Level I - Medicaid Only Level II - Medicare Only Level II - Dually Certified (Medicaid and Medicare) Non-Certified (Private Pay)	<u>NURSING FACILITY BEDS</u>	<u>HOSPICE BEDS</u>	<u>REHABILITATION BEDS</u>
Beds Approved	0	0	Total	0	0	69
Beds Delicensed	0	0		0	0	
Beds Denied	0	0		0	0	
Per Diem Cost	\$ -	\$ -		\$ -	\$ -	\$ 767.61
Estimated Potential New TennCare Beds:	-	-		-	-	48
II. <u>BED TYPE FISCAL IMPACT</u>						
Estimated State(33.64%):	0.3364					
Estimated Federal(66.36%):	0.6636					
		STATE	FEDERAL			
Annual Fiscal Impact to TennCare for Inpatient Hospital Beds		\$ -	\$ -			
Estimated Potential Annual Fiscal Impact to TennCare for MH Hospital Beds		\$ -	\$ -			
1) Annual Fiscal Impact to TennCare for NF Beds		\$ -	\$ -			
2) Annual Fiscal Impact to TennCare for NF Beds		\$ -	\$ -			
Estimated Potential Annual Fiscal Impact to TennCare for Hospice Beds		\$ -	\$ -			
3) Annual Fiscal Impact to TennCare for Rehabilitation Beds		\$ 4,552,351.76	\$ 8,980,204.01			

This annual fiscal impact projection assumes the current reimbursement rates as indicated below, 70% utilization by Medicaid patients unless otherwise known, and no patient income component. Because dually certified beds may be used for either Medicaid or Medicare reimbursement, a range of the fiscal impact is shown.

Current Reimbursement Rate:

**III. NURSING HOME BEDS ADDED WITHOUT CERTIFICATE OF NEED REVIEW**

<u>Fiscal Impact: Medicaid Reimbursement</u>		<u>Level I</u>		<u>Level II</u>
	\$	-	\$	-
	\$	-	\$	-
	\$	-	\$	-
		<u>State</u>		<u>Federal</u>
Total Part III:	\$	-	\$	-
Grand Total:	\$	<u>Total State</u> 4,552,351.76	<u>Total Federal</u> \$ 8,980,204.01	