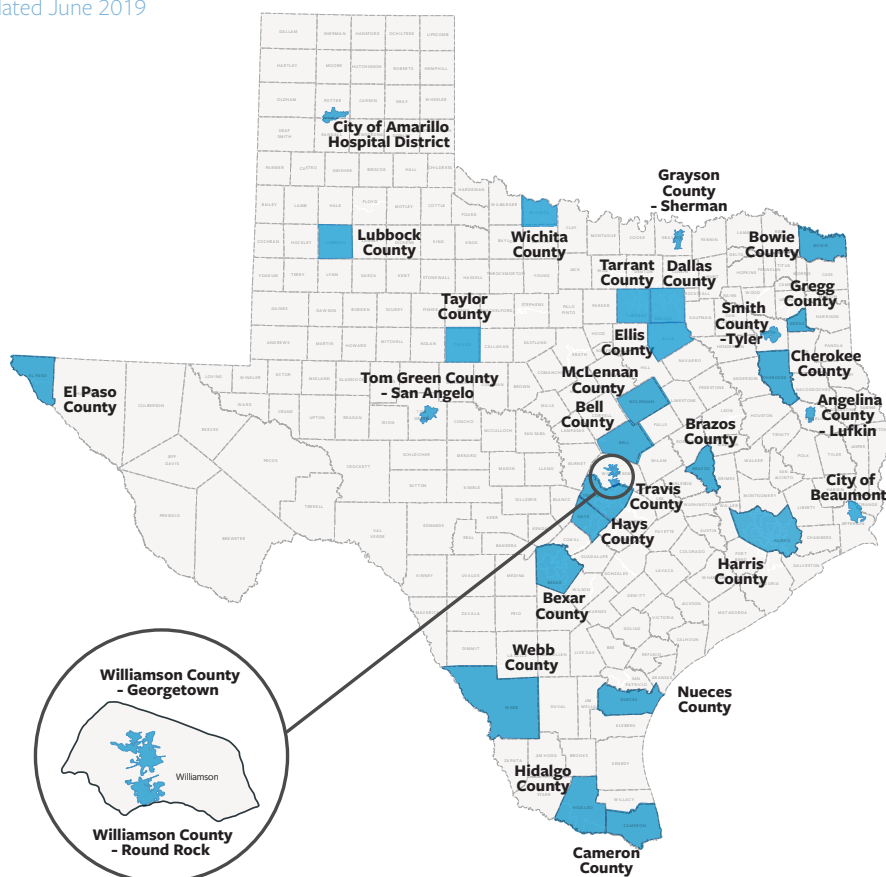




Local Provider Participation Funds in Texas

Updated June 2019



 **28**
CITIES AND COUNTIES
HAVE LEGISLATIVE
AUTHORITY TO CREATE
LOCAL PROVIDER
PARTICIPATION
FUNDS

Since 2013, Texas hospitals in 28 cities and counties across the state have legislative approval to create local provider participation funds for the purpose of generating a source of the non-federal share of supplemental Medicaid payments.

Through an LPPF, local governments impose an assessment, not to exceed six percent, on the net patient revenue of hospitals in a particular jurisdiction. LPPFs are created with specific legislative authority to allow the local jurisdiction to tailor LPPF requirements and authorized uses to the needs of their community.

Legislation passed during the 2019 legislative session allows certain local government entities to temporarily establish an LPPF without waiting until 2021 for legislative approval. However, under this blanket legislation, authority to administer the LPPF lasts only until Sept. 1 following the second anniversary of its authorization. To maintain the LPPF, specific statutory authority would need to be established during the next legislative session.

The Texas Hospital Association supports hospitals in pursuing LPPFs as a solution to local health care challenges and will continue to work with any member hospital interested in building LPPFs.

Local Provider Participation Funds List

JURISDICTION	AUTHORIZING LEGISLATION	HEALTH AND SAFETY CODE CHAPTER
City of Amarillo Hospital District	Senate Bill 2117, 85th Texas Legislature	Chapter 295A
Angelina County - Lufkin	House Bill 2995, 85th Texas Legislature	Chapter 291A
City of Beaumont	Senate Bill 1387, 84th Texas Legislature	Chapter 295
Bell County	House Bill 2913, 84th Texas Legislature	Chapter 297
Bexar County	Senate Bill 1545, 86th Texas Legislature	Chapter 298F
Bowie County	Senate Bill 1587, 84th Texas Legislature	Chapter 291
Brazos County	House Bill 3185, 84th Texas Legislature	Chapter 296
Cameron County	Senate Bill 1623, 83rd Texas Legislature	Chapter 288
Cherokee County	Senate Bill 1587, 84th Texas Legislature	Chapter 292
Dallas County	Established by House Bill 4300, 85th Texas Legislature. House Bill 2326, 86th Texas Legislature, extended the sunset date to 12/31/2025.	Chapter 298A
Ellis County	House Bill 4548, 86th Texas Legislature	Chapter 296A
El Paso County	Senate Bill 1751, 86th Texas Legislature	Chapter 298G
Grayson County - Sherman	House Bill 2062, 85th Texas Legislature	Chapter 292A
Gregg County	Senate Bill 1587, 84th Texas Legislature	Chapter 292

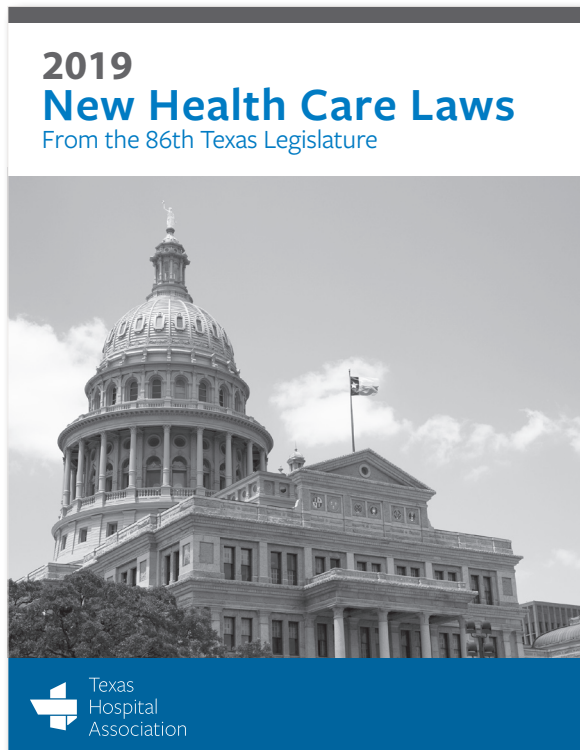
Local Provider Participation Funds List

JURISDICTION	AUTHORIZING LEGISLATION	HEALTH AND SAFETY CODE CHAPTER
Hays County	House Bill 3175, 84th Texas Legislature	Chapter 293
Harris County	House Bill 3459, 86th Texas Legislature	Chapter 299
Hidalgo County	Senate Bill 1623, 83rd Texas Legislature	Chapter 288
Lubbock County	Senate Bill 2448, 86th Texas Legislature	Chapter 298C
McLennan County	House Bill 2809, 84th Texas Legislature	Chapter 294
Nueces County	Senate Bill 2315, 86th Texas Legislature	Chapter 298C
Smith County - Tyler	House Bill 2995, 85th Texas Legislature	Chapter 291A
Tarrant County	Established by Senate Bill 1462, 85th Texas Legislature. House Bill 2324, 86th Texas Legislature extended the sunset date to 12/31/2025.	Chapter 298B
Taylor County	House Bill 1142, 86th Texas Legislature	Chapter 293C
Tom Green County - San Angelo	House Bill 3398, 85th Texas Legislature	Chapter 293A
Travis County	Senate Bill 1350 and House Bill 1142, 86th Texas Legislature	Chapter 298E
Webb County	Senate Bill 1623, 83rd Texas Legislature	Chapter 288
Wichita County	Senate Bill 2286 and House Bill 4548, 86th Texas Legislature	Chapter 292C
Williamson County - Georgetown, Round Rock	House Bill 3954, 85th Texas Legislature	Chapter 292B
Local Government Authority to Establish Temporary LPPF	House Bill 4289, 86th Texas Legislature	Chapters 300 and 300A

Coming in August

New Health Care Laws

From the 86th Texas Legislature



Written by THA's legal and advocacy staff, this comprehensive reference guide summarizes new legislation that impacts Texas hospitals and provides insights into how hospitals will be affected. Available in August.

For more information, call 512/465-1000 or visit www.tha.org.

THA's educational series on hospital finance includes:



- Part I:** Medicaid's Role in Hospital Financing
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- Part IV:** Rural Hospital Financing
- Part V:** Graduate Medical Education
- Part VI:** Hospital Payment Sources

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