
SENATE COMMITTEE ON APPROPRIATIONS

Senator Anthony Portantino, Chair
2023 - 2024 Regular Session

AB 1392 (Rodriguez) - Hospitals: procurement contracts

Version: March 30, 2023

Urgency: No

Hearing Date: September 1, 2023

Policy Vote: HEALTH 10 - 2

Mandate: No

Consultant: Agnes Lee

Bill Summary: AB 1392 would require specified hospitals to submit an annual detailed and verifiable plan, rather than a report, for increasing procurement from minority, women, LGBT, and disabled veteran business enterprises. The bill would, among other provisions, authorize the Department of Health Care Access and Information (HCAI) to establish and operate a clearinghouse to maintain a database, and verify the statuses, of those business enterprises.

***** **ANALYSIS ADDENDUM – SUSPENSE FILE** *****

The following information is revised to reflect amendments
adopted by the committee on September 1, 2023

Fiscal Impact: Unknown ongoing costs for the HCAI, likely \$1 million - \$2 million (California Health Data and Planning Fund), including ongoing costs for staffing resources and a one-time cost of \$1 million for development costs for the clearinghouse.

Author Amendments: Author amendments, among other provisions:

- Specify that the first plans must be submitted by July 1, 2025.
- Delete the requirement for HCAI to establish a supplier diversity web page.
- Condition the compensation to commissioners and establishment of the clearinghouse upon appropriation.

-- END --