

COMMITTEE ON LEGISLATIVE RESEARCH
OVERSIGHT DIVISION

FISCAL NOTE

L.R. No.: 3977-05
Bill No.: SB 868
Subject: Health Care; Medicaid; Medical Procedures and Personnel
Type: Original
Date: January 23, 2006

FISCAL SUMMARY

ESTIMATED NET EFFECT ON GENERAL REVENUE FUND			
FUND AFFECTED	FY 2007	FY 2008	FY 2009
Healthcare Technology Fund*	\$0 or (Unknown)	\$0 or (Unknown)	\$0 or (Unknown)
Total Estimated Net Effect on General Revenue Fund*	\$0 or (UNKNOWN)	\$0 or (UNKNOWN)	\$0 or (UNKNOWN)

*Unknown when disbursements will be made from the fund; fund subject to appropriations

ESTIMATED NET EFFECT ON OTHER STATE FUNDS			
FUND AFFECTED	FY 2007	FY 2008	FY 2009
Total Estimated Net Effect on <u>Other</u> State Funds	\$0	\$0	\$0

Numbers within parentheses: () indicate costs or losses.
This fiscal note contains 4 pages.

ESTIMATED NET EFFECT ON FEDERAL FUNDS			
FUND AFFECTED	FY 2007	FY 2008	FY 2009
Total Estimated Net Effect on <u>All</u> Federal Funds	\$0	\$0	\$0

ESTIMATED NET EFFECT ON LOCAL FUNDS			
FUND AFFECTED	FY 2007	FY 2008	FY 2009
Local Government	\$0	\$0	\$0

FISCAL ANALYSIS

ASSUMPTION

Officials from the **Department of Social Services - Division of Medical Services (DMS)** state upon appropriation, money in the Healthcare Technology Fund shall be used to implement and promote innovative technological advances to improve the delivery of care, reduce administrative burdens and institute efficiencies to improve the health status of all Missourians.

DMS states since the proposed legislation does not mandate that these changes take effect until appropriated and funded through the Healthcare Technology Fund, there would not be a fiscal impact to the Division of Medical Services.

Oversight assumes funds will be disbursed from the fund when they are appropriated.

Officials from the **Office of Administration – Division of Accounting** assume there would be no fiscal impact due to the creation of the new fund in the state accounting system.

Officials from the **Office of State Treasurer (STO)** state that the legislation says, “the state treasurer shall be custodian of the fund and shall approve disbursements from the fund in accordance with sections 30.170 and 30.180, RSMo.”

ASSUMPTION (continued)

STO states it will only ensure the disbursements are made from a lawful appropriation and do not exceed the amount of the appropriation. STO suggests the following wording change: "The state treasurer shall be custodian of the fund. In accordance with Sections 30.170 and 30.180 RSMo, the state treasurer may approve disbursements".

If the wording isn't changed, STO assumes it will need an FTE (Analyst I - \$36,444 plus E&E) to monitor these disbursements.

Oversight assumes that the intent of the legislation is for Department of Social Services to administer the fund and approve disbursements.

<u>FISCAL IMPACT - State Government</u>	FY 2007	FY 2008	FY 2009
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**HEALTHCARE TECHNOLOGY
 FUND**

Costs - Department of Social Services
 Healthcare system costs*

<u>\$0 or</u> (Unknown)	<u>\$0 or</u> (Unknown)	<u>\$0 or</u> (Unknown)
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**ESTIMATED NET EFFECT ON
 HEALTHCARE TECHNOLOGY
 FUND***

<u>\$0 or</u> (UNKNOWN)	<u>\$0 or</u> (UNKNOWN)	<u>\$0 or</u> (UNKNOWN)
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*Unknown when disbursements will be made from the fund; fund subject to appropriations

<u>FISCAL IMPACT - Local Government</u>	FY 2007	FY 2008	FY 2009
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<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
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FISCAL IMPACT - Small Business

No direct fiscal impact to small businesses would be expected as a result of this proposal.

DESCRIPTION

This proposal creates "The Healthcare Technology Fund", which shall be administered by the Department of Social Services. The fund shall be created no later than July 1, 2006 or the effective date of this proposal, if the effective date is after July 1, 2006. Proceeds of the trust fund shall be distributed at the department's discretion within twenty-four months of the state's new public assistance healthcare delivery system or by twenty-four months following termination of the current healthcare delivery system, whichever is sooner.

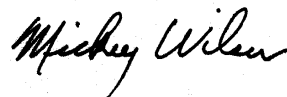
Upon appropriation, moneys in the fund shall be used to implement and promote innovative technological advances to improve the delivery of care, reduce administrative burdens, and institute efficiencies to improve the health status of all Missourians.

This proposal contains an emergency clause.

This legislation is not federally mandated, would not duplicate any other program and would not require additional capital improvements or rental space.

SOURCES OF INFORMATION

Department of Social Services
Office of Administration
State Treasurer's Office



Mickey Wilson, CPA
Director
January 23, 2006