

COMMITTEE ON LEGISLATIVE RESEARCH  
OVERSIGHT DIVISION

**FISCAL NOTE**

L.R. No.: 0954-01  
Bill No.: HB 272  
Subject: Health Care; Health Department; Health Public  
Type: Original  
Date: February 5, 2009

Bill Summary: This legislation establishes the “Alzheimer’s State Plan Task Force” within the Department of Health and Senior Services to assess the impact of Alzheimer’s disease and related dementia on residents of this state.

**FISCAL SUMMARY**

<b>ESTIMATED NET EFFECT ON GENERAL REVENUE FUND</b>			
FUND AFFECTED	FY 2010	FY 2011	FY 2012
General Revenue	(\$71,736)	(\$82,953)	(\$80,660)
<b>Total Estimated Net Effect on General Revenue Fund</b>	<b>(\$71,736)</b>	<b>(\$82,953)</b>	<b>(\$80,660)</b>

<b>ESTIMATED NET EFFECT ON OTHER STATE FUNDS</b>			
FUND AFFECTED	FY 2010	FY 2011	FY 2012
<b>Total Estimated Net Effect on <u>Other</u> State Funds</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>

Numbers within parentheses: ( ) indicate costs or losses.  
This fiscal note contains 7 pages.

<b>ESTIMATED NET EFFECT ON FEDERAL FUNDS</b>			
FUND AFFECTED	FY 2010	FY 2011	FY 2012
<b>Total Estimated Net Effect on <u>All</u> Federal Funds</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>

<b>ESTIMATED NET EFFECT ON FULL TIME EQUIVALENT (FTE)</b>			
FUND AFFECTED	FY 2010	FY 2011	FY 2012
General Revenue	1 FTE	1 FTE	1 FTE
<b>Total Estimated Net Effect on FTE</b>	<b>1 FTE</b>	<b>1 FTE</b>	<b>1 FTE</b>

Estimated Total Net Effect on All funds expected to exceed \$100,000 savings or (cost).

Estimated Net Effect on General Revenue Fund expected to exceed \$100,000 (cost).

<b>ESTIMATED NET EFFECT ON LOCAL FUNDS</b>			
FUND AFFECTED	FY 2010	FY 2011	FY 2012
<b>Local Government</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>

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## **FISCAL ANALYSIS**

### ASSUMPTION

#### ***Section 191.990:***

Officials from the **Missouri Senate, Office of the Missouri Governor** and the **Department of Insurance, Financial Institutions & Professional Registration** each assume the proposal would have no fiscal impact on their respective agencies.

In response to a similar proposal from this year (SB176), officials from the **Office of the Missouri Lieutenant Governor** assumes that all expenses will be covered by the Department of Health and Senior Services as prescribed in the proposed legislation.

Officials from the **Department of Social Services (DSS)** assume members of the task force may be reimbursed for their actual and necessary expenses from moneys appropriated to the Department of Health and Senior Services (DHSS). DHSS is also responsible for providing technical and administrative support services to the Task Force. Therefore, although the Director of DSS is a member of the Task Force, there is no direct fiscal impact to DSS.

Officials from the **Missouri House of Representatives** assume that any expenses incurred by members serving on the task force would be paid by the Department of Health and Senior Services.

Officials from the **Department of Mental Health (DMH)** assume this legislation would require the Director of the DMH (or designee) to be a member of the Alzheimer's Task Force and potentially attend at least 4 meetings at diverse geographic regions in the state of Missouri. The legislation states the members will serve without compensation, but may be reimbursed for actual expenses from funds appropriated to the Department of Health and Senior Services. The cost, therefore, would not be borne by the DMH.

Officials from the **Department of Health and Senior Services (DHSS)** assume the Division of Senior and Disability Services within DHSS would be responsible for support of this task force. One Aging Program Specialist II (\$38,700, grade A25, range G) is requested to perform the following duties:

- Arrange and support quarterly meetings of the Alzheimer's Task Force including setting meeting location; arranging travel for members and visitors; and assisting the chair in setting the agenda, furnishing background materials, and recording meeting minutes;

ASSUMPTION (continued)

- Provide ongoing research on topics of consideration by task force including identification of resources, options, and recommendations;
- Assist the task force in developing and writing the Alzheimer's state plan;
- Develop and present information and correspondence on behalf of the task force to various stakeholder groups and associations; and
- Implement recommendations of the task force and the state plan.

Standard expense and equipment costs are included for this FTE.

According to section 191.115.5, the task force would meet at least four times in the first calendar year. The Department assumes that two meetings would take place in FY 2010 and two meetings would take place in FY 2011 (calendar year 2010). The task force would meet at the chair's call thereafter, at least annually. The standard cost of \$180 per member per meeting has been used to calculate the cost associated with the meetings:

Year one (FY 2010): Meetings: 2 meetings X 19 members X \$180/member = \$6,840

Section 191.115.6 requires the task force to submit a report of its findings and date-specific recommendations to the Governor and General Assembly no later than November 1, 2010. The cost of printing one report is approximately \$12.50 (based on the cost of printing a similar report). The Department estimates that 250 copies of the report will be needed to provide to the General Assembly, the Governor's Office, and committee members. Additional copies will be for any other interested parties.

Year two (FY 2011): Printing: \$12.50 X 250 = \$3,125  
Meetings: 2 meetings X 19 members X \$180/member = \$6,840

Section 191.115.7 states, "The task force shall continue to meet at the request of the chair and at a minimum of one time annually for the purpose of evaluating the implementation and impact of the task force recommendation and to provide annual supplemental reports on the findings to the Governor and General Assembly." The Department assumes the task force will meet once each year and produce a supplemental report each year. For purposes of this estimate, the cost of the supplemental reports is assumed to be \$8.25 per copy (two-thirds of the cost of the original report).

Year three (FY 2012) and thereafter: Printing: \$8.25 X 250 = \$2,063 (per year)  
Meetings: 1 X 19 X \$180 = \$3,420 (per year)

ASSUMPTION (continued)

SEC:LR:OD (12/02)

**Oversight** has, for fiscal note purposes only, changed the starting salary for the DHSS position to correspond to the first step above minimum for comparable positions in the state's merit system pay grid. This decision reflects a study of actual starting salaries for new state employees for a six month period and the policy of the Oversight Subcommittee of the Joint Committee on Legislative Research.

<u>FISCAL IMPACT - State Government</u>	FY 2010 (10 Mo.)	FY 2011	FY 2012
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**GENERAL REVENUE FUND**

Costs - Department of Health and Senior Services

Personal Service	(\$32,589)	(\$40,280)	(\$41,489)
Fringe Benefits	(\$15,848)	(\$19,588)	(\$20,176)
Equipment and Expense	<u>(\$23,299)</u>	<u>(\$23,085)</u>	<u>(\$18,995)</u>
<u>Total Costs - DHSS</u>	<u>(\$71,736)</u>	<u>(\$82,953)</u>	<u>(\$80,660)</u>
FTE Change - DHSS	1 FTE	1 FTE	1 FTE

<b>ESTIMATED NET EFFECT ON GENERAL REVENUE FUND</b>	<b><u>(\$71,736)</u></b>	<b><u>(\$82,953)</u></b>	<b><u>(\$80,660)</u></b>
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Estimated Net FTE Change for General Revenue Fund	1 FTE	1 FTE	1 FTE
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<u>FISCAL IMPACT - Local Government</u>	FY 2010 (10 Mo.)	FY 2011	FY 2012
	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>

FISCAL IMPACT - Small Business

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

## FISCAL DESCRIPTION

### **Section 191.990:**

This legislation establishes the Alzheimer's State Plan Task Force within the Department of Health and Senior Services. The 19-member task force is required to:

- Assess the current and future impact of Alzheimer's disease and related dementia on Missouri residents;
- Examine existing services and resources for individuals with dementia, their families, and caregivers;
- Develop recommendations regarding increased instances of Alzheimer's disease and related dementia;
- Gather public input;
- Submit a report of its findings and recommendations to the Governor and General Assembly by November 1, 2010; and
- Meet a minimum of once annually to evaluate the implementation and impact of the task force recommendations and provide annual supplemental reports.

When conducting the assessment and making recommendations, the task force is required to examine state trends; existing services, resources, and capacity; and necessary state policies or responses.

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 Insurance, Financial Institutions and Professional Registration  
Department of Mental Health  
Department of Health and Senior Services  
Department of Social Services

L.R. No. 0954-01  
Bill No. HB 272  
Page 7 of 7  
February 5, 2009

SOURCES OF INFORMATION (continued)

Office of the Missouri Governor  
Missouri House of Representatives  
Office of the Missouri Lieutenant Governor  
Missouri Senate

A handwritten signature in black ink that reads "Mickey Wilson". The signature is written in a cursive style with a large, prominent "M" and "W".

Mickey Wilson, CPA  
Director  
February 5, 2009