

COMMITTEE ON LEGISLATIVE RESEARCH
OVERSIGHT DIVISION

FISCAL NOTE

L.R. No.: 0433-01
Bill No.: Truly Agreed To and Finally Passed SB 80
Subject: Nursing and Boarding Homes; Licenses - Professional
Type: Original
Date: May 21, 2013

Bill Summary: This proposal requires the Missouri Board of Nursing Home Administrators to notify, instead of mail, an applicant when it is time for license renewal.

FISCAL SUMMARY

ESTIMATED NET EFFECT ON GENERAL REVENUE FUND			
FUND AFFECTED	FY 2014	FY 2015	FY 2016
Total Estimated Net Effect on General Revenue Fund	\$0	\$0	\$0

ESTIMATED NET EFFECT ON OTHER STATE FUNDS			
FUND AFFECTED	FY 2014	FY 2015	FY 2016
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 2014	FY 2015	FY 2016
Federal Funds	Minimal	Minimal	Minimal
Total Estimated Net Effect on <u>All</u> Federal Funds	Minimal	Minimal	Minimal

ESTIMATED NET EFFECT ON FULL TIME EQUIVALENT (FTE)			
FUND AFFECTED	FY 2014	FY 2015	FY 2016
Total Estimated Net Effect on FTE	0	0	0

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).

ESTIMATED NET EFFECT ON LOCAL FUNDS			
FUND AFFECTED	FY 2014	FY 2015	FY 2016
Local Government	\$0	\$0	\$0

FISCAL ANALYSIS

ASSUMPTION

Officials from the **Department of Health and Senior Services (DHSS)** assume the proposal requires the Division of Regulation and Licensure (DRL), Board of Nursing Home Administrators only to notify licensees of renewal without sending the actual renewal application. DRL anticipates changing the method of notification to either a postcard or an email to those licensees with a valid email address.

DHSS estimates that the changes allowed in this proposal would save their department printing and postage costs, either by mailing the post card or using an email notification method. There were 814 applications mailed in 2012. Costs savings if 814 licensees are notified via email is estimated to be \$351.01. Costs savings if 814 licensees are notified via postcard is estimated to be \$144.25. Since the breakdown of notifications between email and postcard is unknown, the amount of savings would be unknown between \$144.25 and \$351.01. Currently the costs associated with licensee notification are paid out of federal funds.

Oversight will reflect this potential savings as minimal to Federal Funds.

<u>FISCAL IMPACT - State Government</u>	FY 2014 (10 Mo.)	FY 2015	FY 2016
	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
<u>FISCAL IMPACT - Federal Government</u>	FY 2014 (10 Mo.)	FY 2015	FY 2016
FEDERAL FUNDS			
<u>Savings - Printing and Postage by DHSS</u> Notification method to change from mailed full application to mailing postcard and/or emailing	<u>Minimal</u>	<u>Minimal</u>	<u>Minimal</u>
ESTIMATED NET EFFECT ON FEDERAL FUNDS	<u>Minimal</u>	<u>Minimal</u>	<u>Minimal</u>

<u>FISCAL IMPACT - Local Government</u>	FY 2014 (10 Mo.)	FY 2015	FY 2016
	<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

Currently, the Missouri Board of Nursing Home Administrators must mail an application for license renewal to nursing home administrators who require license renewal, that year. This proposal requires the Board to notify, rather than mail an application to, every person seeking license renewal.

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 Health and Senior Services



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