COMMITTEE ON LEGISLATIVE RESEARCH OVERSIGHT DIVISION

FISCAL NOTE

<u>L.R. No.</u> :	4556-01
Bill No.:	SB 621
Subject:	Health Care; Health Care Professionals; Health and Senior Services Department;
	Medicaid; Mental Health Department; Public Assistance; Social Services
	Department
Type:	Original
Date:	January 25, 2016

Bill Summary: This proposal modifies provisions relating to telehealth services.

FISCAL SUMMARY

ESTIMATED NET EFFECT ON GENERAL REVENUE FUND					
FUND AFFECTED	FY 2017	FY 2018	FY 2019	Fully Implemented (FY 2020)	
General Revenue	(\$488,306)	(\$424,652)	(\$390,566)	(\$384,370)	
Total Estimated Net Effect on General Revenue	(\$488,306)	(\$424,652)	(\$390,566)	(\$384,370)	

ESTIMATED NET EFFECT ON OTHER STATE FUNDS					
FUND AFFECTED	FY 2017	FY 2018	FY 2019	Fully Implemented (FY 2020)	
Total Estimated Net Effect on <u>Other</u> State Funds	\$0	\$0	\$0	\$0	

Numbers within parentheses: () indicate costs or losses. This fiscal note contains 14 pages.

L.R. No. 4556-01 Bill No. SB 621 Page 2 of 14 January 25, 2016

ESTIMATED NET EFFECT ON FEDERAL FUNDS					
FUND AFFECTED	FY 2017	FY 2018	FY 2019	Fully Implemented (FY 2020)	
Federal *	\$0	\$0	\$0	\$0	
Total Estimated Net Effect on <u>All</u> Federal Funds	\$0	\$0	\$0	\$0	

* Income and expenditures exceed \$500,000 annually and net to \$0.

ESTIMATED NET EFFECT ON FULL TIME EQUIVALENT (FTE)					
FUND AFFECTED	FY 2017	FY 2018	FY 2019	Fully Implemented (FY 2020)	
General Revenue	1.5	1.5	1.5	1.5	
Federal	1.5	1.5	1.5	1.5	
Total Estimated Net Effect on FTE	3	3	3	3	

Estimated Net Effect (expenditures or reduced revenues) expected to exceed \$100,000 in any of the three fiscal years after implementation of the act.

ESTIMATED NET EFFECT ON LOCAL FUNDS						
FUND AFFECTED	FY 2017	FY 2018	FY 2019	Fully Implemented (FY 2020)		
Local Government \$0 \$0 \$0 \$0						

L.R. No. 4556-01 Bill No. SB 621 Page 3 of 14 January 25, 2016

FISCAL ANALYSIS

ASSUMPTION

Officials from the **Department of Social Services (DSS)**, **MO HealthNet Division (MHD)** provide the following assumptions:

<u>Section 208.670.4</u> adds the use of asynchronous store-and-forward technology to the practice of telehealth.

In 2015 there were 17,432 telehealth visits. MHD estimates that 10% of the telehealth visits will be the amount of asynchronous store-and-forward visits for new users resulting in 1,744 (17,432 * 10%) visits. MHD estimates that the costs to transmit the data from the patient site to the distant site will be \$14.60 per transmission for a total cost for new users of \$25,463. MHD estimates that 5% of the telehealth services will be existing telehealth users who will use this new service resulting in 872 (17,432 * 5%) visits. MHD estimates that the costs to transmit the data from the patient site to the distant site will be \$14.60 per transmission for a total cost for new users of \$25,463. MHD estimates that 5% of the telehealth services will be existing telehealth users who will use this new service resulting in 872 (17,432 * 5%) visits. MHD estimates that the costs to transmit the data from the patient site to the distant site will be \$14.60 per transmission for a total cost for existing users of \$12,732. The total estimated cost to transmit the data from the patient site to the distant site is \$38,195 (\$25,463 + \$12,732).

MHD estimates that 1,308 (1,744* 75%) store-and-forward visits will require additional care. MHD estimates that it will costs \$67 for each additional care visit for a total cost of \$87,636 (1,308 * \$67).

The total cost for asynchronous store-and-forward in SFY 17 is 125,831 (25,463 + 12,732 + 887,636). Since there will be only 10 months in SFY 17 the cost will be 104,859 (125,831 + 10/12). A 3% inflation factor was used to calculate SFY 18 and beyond.

With existing users utilizing store-and-forward there would be a Non-Emergency Medical Transportation (NEMT) savings of \$25 per visit for a total savings of \$21,800 (\$25 * 872). MHD doesn't expect to see these savings until SFY 19 due to rate development methodologies in NEMT capitation payments. The \$21,800 was trended using a 3% inflation factor to get to the savings for SFY 19. MHD assumes it will see 75% of the SFY 19 savings due to SFY 17 costs only being for 10 months.

A State Plan Amendment (SPA) is required for the asynchronous store-and-forward services.

<u>Section 208.671</u> will require MMIS costs to update the system. MHD estimates that it will cost \$200,000 in system work and \$75,000 in staff time to do the work for a total of \$275,000. These costs will be split 50/50 between General Revenue (GR) and Federal Funds.

HW-C:LR:OD

L.R. No. 4556-01 Bill No. SB 621 Page 4 of 14 January 25, 2016

ASSUMPTION (continued)

MHD estimates it will need 1.25 additional FTEs at the Management Analysis Specialist II position for system work, integration, evaluation, and to establish guidelines.

Section 208.673 establishes the "Telehealth Services Advisory Committee."

MHD estimates it will need 1 additional FTE at the Program Development Specialist level to coordinate the new advisory committee, plan agendas, attend meetings, take minutes, oversee filling vacancies, etc.

Section 208.675 lists eligible health care providers.

13 CSR 70-3.190 describes MO HealthNet's (MHD) telehealth services and does not include Clinical Social Workers, Licensed Professional Counselors, Assistant Physicians, Physicians Assistants, and Optometrist as eligible health care providers. (**Oversight** notes these providers are not currently eligible MO HealthNet providers.)

Clinical Social Workers - In 2015 there were 17,432 telehealth visits. MHD estimates that 20% of the telehealth visits will be the amount of new Clinical Social Worker telehealth visits for new users resulting in 3,487 (17,432 * 20%) new visits. MHD estimates that the telehealth originating fee will be \$14.60 per transmission for a cost for new users of \$50,910. MHD estimates the provider will charge \$48 per visit for new users resulting in costs of \$167,376 (3,487 * \$48). The total cost for new users is \$218,286 (\$50,910 + \$167,376). MHD estimates that 5% of the telehealth services will be existing Clinical Social Worker users who will now use telehealth services resulting in 872 (17,432 * 5%) visits. MHD estimates that the costs to transmit the data from the patient site to the distant site will be \$14.60 per transmission for a total cost for existing users of \$12,731.20.

The total estimated cost for Clinical Social Workers in SFY 17 is 231,017 (218,286.20 + 12,731). Since there will be only 10 months in SFY 17 the cost will be 192,514 (231,017 + 10/12). A 3% inflation factor was used to calculated SFY 18 and beyond.

With existing users utilizing Clinical Social Workers via telehealth, there would be an NEMT savings of \$25 per visit for a total savings of \$21,800 (\$25 * 872). MHD doesn't expect to see these savings until SFY 19 due to rate development methodologies in NEMT capitation payments. The \$21,800 was trended using a 3% inflation factor to get to the savings for SFY 19. MHD assumes it will see 75% of the SFY 19 savings due to SFY 17 costs only being for 10 months.

L.R. No. 4556-01 Bill No. SB 621 Page 5 of 14 January 25, 2016

ASSUMPTION (continued)

Licensed Professional Counselors - In 2015 there were 17,432 telehealth visits. MHD estimates that 10% of the telehealth visits will be the amount of new Licensed Professional Counselor telehealth visits for new users resulting in 1,744 (17,432 * 10%) new visits. MHD estimates that the telehealth originating fee will be \$14.60 per transmission for a cost for new users of \$25,462. MHD estimates the provider will charge \$48 per visit for new users resulting in costs of \$83,712 (1,744 * \$48). The total cost for new users is \$109,174 (\$25,462 + \$83,712). MHD estimates that 5% of the telehealth services will be existing Licensed Professional Counselor users who will now use telehealth services resulting in 872 (17,432 * 5%) visits. MHD estimates that the costs to transmit the data from the patient site to the distant site will be \$14.60 per transmission for a total cost for existing users of \$12,731.

The total estimated cost for Licensed Professional Counselors in SFY 17 is \$121,905 (\$109,174 + \$12,731). Since there will be only 10 months in SFY 17 the cost will be \$101,588 (\$121,905 * 10/12). A 3% inflation factor was used to calculated SFY 18 and beyond.

With existing users utilizing Licensed Professional Counselors via telehealth, there would be an NEMT savings of \$25 per visit for a total savings of \$21,800 (\$25 * 872). MHD doesn't expect to see these savings until SFY 19 due to rate development methodologies in NEMT capitation payments. The \$21,800 was trended using a 3% inflation factor to get to the savings for SFY 19. MHD assumes it will see 75% of the SFY 19 savings due to SFY 17 costs only being for 10 months.

Assistant Physicians - In 2015 there were 17,432 telehealth visits. MHD estimates that 5% of the telehealth visits will be the amount of new Assistant Physician telehealth visits for new users resulting in 872 (17,432 * 5%) new visits. MHD estimates the telehealth originating site fee will be \$14.60 per transmission for a cost for new users of \$12,731. MHD estimates the provider will charge \$48 per visit for new users resulting in costs of \$41,856 (872 * \$48). The total cost for new users is \$54,587 (\$12,731 + \$41,856). MHD estimates that 5% of the telehealth services will be existing Assistant Physician users who will now use telehealth services resulting in 872 (17,432 * 5%) visits. MHD estimates that the costs to transmit the data from the patient site to the distant site will be \$14.60 per transmission for a total cost for existing users of \$12,731.

The total estimated cost for Assistant Physicians in SFY 17 is 67,318 (54,587 + 12,731). Since there will be only 10 months in SFY 17 the cost will be 56,098 (67,318 * 10/12). A 3% inflation factor was used to calculated SFY 18 and beyond.

L.R. No. 4556-01 Bill No. SB 621 Page 6 of 14 January 25, 2016

ASSUMPTION (continued)

With existing users utilizing Assistant Physicians via telehealth, there would be an NEMT savings of \$25 per visit for a total savings of \$21,800 (\$25 * 872). MHD doesn't expect to see these savings until SFY 19 due to rate development methodologies in NEMT capitation payments. The \$21,800 was trended using a 3% inflation factor to get to the savings for SFY 19. MHD assumes it will see 75% of the SFY 19 savings due to SFY 17 costs only being for 10 months.

Physicians Assistants - In 2015 there were 17,432 telehealth visits. MHD estimates that 10% of the telehealth visits will be the amount of new Physician Assistant telehealth visits for new users resulting in 1,744 (17,432 * 10%) new visits. MHD estimates that the telehealth originating site fee will be \$14.60 per transmission for a cost for new users of \$25,462. MHD estimates the provider will charge \$48 per visit for new users resulting in costs of \$83,712 (1,744 * \$48). The total cost for new users is \$109,174 (\$25,462 + \$83,712). MHD estimates that 5% of the telehealth services will be existing Physician's Assistant users who will now use telehealth services resulting in 872 (17,432 * 5%) visits. MHD estimates that the costs to transmit the data from the patient site to the distant site will be \$14.60 per transmission for a total cost for existing users of \$12,731.

The total estimated cost for Physicians Assistants in SFY 17 is 121,905 (109,174 + 12,731). Since there will be only 10 months in SFY 17 the cost will be 101,588 (121,905 + 10/12). A 3% inflation factor was used to calculated SFY 18 and beyond.

With existing users utilizing Physicians Assistants via telehealth, there would be an NEMT savings of \$25 per visit for a total savings of \$21,800 (\$25 * 872). MHD doesn't expect to see these savings until SFY 19 due to rate development methodologies in NEMT capitation payments. The \$21,800 was trended using a 3% inflation factor to get to the savings for SFY 19. MHD assumes it will see 75% of the SFY 19 savings due to SFY 17 costs only being for 10 months.

Optometrists - In 2015 there were 17,432 telehealth visits. MHD estimates that 10% of the telehealth visits will be the amount of new Optometrists telehealth visits for new users resulting in 1,744 (17,432 * 10%) new visits. MHD estimates that the telehealth originating site fee will be \$14.60 per transmission for a cost for new users of \$25,462. MHD estimates the provider will charge \$48 per visit for new users resulting in costs of \$83,712 (1,744 * \$48). The total cost for new users is \$109,174 (\$25,462 + \$83,712). MHD estimates that 5% of the telehealth services will be existing Optometrist users who will now use telehealth services resulting in 872 (17,432 * 5%) visits. MHD estimates that the costs to transmit the data from the patient site to the distant site will be \$14.60 per transmission for a total cost for existing users of \$12,731.

HW-C:LR:OD

L.R. No. 4556-01 Bill No. SB 621 Page 7 of 14 January 25, 2016

ASSUMPTION (continued)

The total estimated cost for Optometrists in SFY 17 is 121,905 (109,174 + 12,731). Since there will be only 10 months in SFY 17 the cost will be 101,588 (121,905 + 10/12). A 3% inflation factor was used to calculated SFY 18 and beyond.

With existing users utilizing Optometrists via telehealth, there would be an NEMT savings of \$25 per visit for a total savings of \$21,800 (\$25 * 872). MHD doesn't expect to see these savings until SFY 19 due to rate development methodologies in NEMT capitation payments. The \$21,800 was trended using a 3% inflation factor to get to the savings for SFY 19. MHD assumes it will see 75% of the SFY 19 savings due to SFY 17 costs only being for 10 months.

<u>Section 208.677</u> defines the term originating site and gives a list of sites that can be an originating site.

13 CSR 70-3.190 describes MO HealthNet's (MHD) telehealth services and does not include School, MHD participant's home, and clinical designated area pharmacy as an originating site. After further research, MHD assumes School based telehealth services would likely increase the utilization of Behavioral Health counseling services. Behavioral health counseling is currently considered the only allowable service through telehealth that can be billed by schools. MHD reimburses schools for the federal share of costs incurred. The current FY15 spend for Behavioral Health counseling is \$368,000 with 9,751 annual visits. Assuming a 5% increase in number of visits to the school based originating site, this would add \$4,504 in originating fees in FY17 (488 visits x \$9.23 federal portion of originating site fees per visit as schools pay the state share). There is also a resulting savings to NEMT costs for providing this service in schools. Due to NEMT capitation rate methodologies, there is a two year lag to incorporate the lower NEMT utilization in to the rates. Initially, MHD would see increased costs in SFY 17 and SFY 18 and NEMT savings would begin to occur in SFY 19 and be fully implemented into the rates by SFY 20.

MHD assumes that the requirements for adding a clinical designated area in a pharmacy for telehealth services would be cost prohibitive to the pharmacy and will not have a fiscal impact on MHD.

13 CSR 70-3.190 Telehealth Services requires the telehealth service to be performed on a "private, dedicated telecommunications line approved through the Missouri Telehealth Network (MTN). The telecommunications line must be secure and utilize a method of encryption adequate to protect the confidentiality and integrity of the Telehealth service information. The Missouri Telehealth Network must also approve the equipment that will be used in Telehealth service." It further states that both a distant and originating site shall use authentication and

L.R. No. 4556-01 Bill No. SB 621 Page 8 of 14 January 25, 2016

ASSUMPTION (continued)

identification to ensure confidentiality. In addition, the CSR specifies that the originating site (patient location) must ensure immediate availability of clinical staff during a Telehealth encounter in the event a participant requires assistance.

Based on these requirements, MHD assumes in-home telehealth would be cost prohibitive to MHD participants and there would be no fiscal impact.

Section 208.686 subjection to appropriations, the department shall establish a statewide program that permits reimbursement under the MHD program for home telemonitoring services if it would be cost effective and feasible.

MHD is currently running reports to see if telemonitoring is cost effective. Assuming that it is cost effective, there will be no impact to MHD. This bill would make telemonitoring a state plan service which would require a State Plan Amendment (SPA).

MHD estimates it will need 1 FTE at the Social Services Band 2 position for evaluation of the cost effectiveness of the service.

The total costs for this bill are:

SFY17 (10 months):	Total \$1,159,055 (GR \$461,205; Federal \$697,850);
SFY18:	Total \$1,061,124 (GR \$388,491; Federal \$672,633);
SFY19:	Total \$ 968,296 (\$354,304; Federal \$613,992); and
SFY20:	Total \$951,289 (GR \$347,998; Federal \$603,291) fully implemented.

Oversight assumes MHD would not hire 0.25 FTE and that the duties of that part-time FTE would be absorbed by existing personnel. In addition, Oversight assumes MHD would not need rental space for a total of 3 FTE.

Officials from the **University of Missouri (UM) Health Care** has reviewed the proposed legislation and determined that as written, it should not create additional expenses in excess of \$100,000 annually.

Oversight assumes this is the materiality threshold for the UM Health Care and that any costs incurred by UM can be absorbed within current resource levels.

Officials from the **Everton R-III School District** assume the proposal would cost their school district approximately \$1,000 annually for equipment and supplies.

Oversight assumes the school district would incur minimal expenses if telehealth services were provided at the school.

L.R. No. 4556-01 Bill No. SB 621 Page 9 of 14 January 25, 2016

ASSUMPTION (continued)

Officials from the **City of St. Charles School District** assume the proposal would have no negative impact. However, officials assume there is a potential unknown positive impact if the provision of these services allow increased school attendance due to fewer doctors' appointments during school hours.

Oversight assumes this is an indirect impact and is not presenting the unknown positive impact for fiscal note purposes.

Officials from the **Office of the Governor (GOV)** state Section 208.673 establishes the Telehealth Services Advisory Committee which is comprised of seven gubernatorial appointees. There should be no added cost to the GOV as a result of this measure. However, if additional duties are placed on the office related to appointments in other Truly Agreed To and Finally Passed (TAFP) legislation, there may be the need for additional staff resources in future years.

Officials from the **Office of the Secretary of State (SOS)** state many bills considered by the General Assembly include provisions allowing or requiring agencies to submit rules and regulations to implement the act. The SOS is provided with core funding to handle a certain amount of normal activity resulting from each year's legislative session. The fiscal impact for this fiscal note to the SOS for Administrative Rules is less than \$2,500. The SOS recognizes that this is a small amount and does not expect that additional funding would be required to meet these costs. However, the SOS also recognizes that many such bills may be passed by the General Assembly in a given year and that collectively the costs may be in excess of what the office can sustain with the core budget. Therefore, the SOS reserves the right to request funding for the cost of supporting administrative rules requirements should the need arise based on a review of the finally approved bills signed by the governor.

Oversight assumes the SOS could absorb the costs of printing and distributing regulations related to this proposal. If multiple bills pass which require the printing and distribution of regulations at substantial costs, the SOS could request funding through the appropriation process.

Officials from the **Joint Committee on Administrative Rules (JCAR)** state the legislation is not anticipated to cause a fiscal impact to JCAR beyond its current appropriation.

Officials from the **St. Elizabeth R-4 School District** assume the proposal will result in minimal, absorbable costs.

L.R. No. 4556-01 Bill No. SB 621 Page 10 of 14 January 25, 2016

ASSUMPTION (continued)

Officials from the Department of Elementary and Secondary Education, the Department of Health and Senior Services, the Department of Mental Health, the Missouri Senate, the Brentwood School District, the Kansas City Public Schools, the Kennett School District, the Macon County R-IV Schools, the Sarcoxie R-II School District, the West Plains Schools and the Wright City R-II School District each assume the proposal would not fiscally impact their respective agencies.

Officials from the following **hospitals**: Barton County Memorial Hospital, Bates County Memorial Hospital, Cedar County Memorial Hospital, Cooper County Hospital, Excelsior Springs Medical Center, Putnam County Memorial Hospital and Washington County Memorial Hospital did not respond to **Oversight's** request for a statement of fiscal impact.

Officials from the following school districts: Arcadia Valley R-2, Avilla R-13, Bakersfield, Belton, Benton County R-2, Bismark R-5, Bloomfield R-14, Blue Springs, Bolivar R-I, Bowling Green R-1, Branson, Bronaugh R-7, Campbell R-2, Carrollton R-7, Caruthersville, Cassville R-4, Central R-III, Chilhowee R-4, Chillicothe R-II, Clarkton C-4, Cole R-I, Columbia, Concordia R-2, Crawford County R-1, Crocker R-II, Delta C-7, East Carter R-2, East Newton R-6, Eldon R-I, Fair Grove, Fair Play, Fayette R-3, Forsyth R-3, Fox C-6, Fredericktown R-I, Fulton, Grain Valley, Hancock Place, Hannibal, Harrisonburg R-8, Harrisonville, Hillsboro R-3, Hollister R-5, Humansville R-4, Hurley R-1, Independence, Jefferson City, Kearney R-1, King City R-1, Kingston 42, Kirbyville R-VI, Kirksville, Lee Summit, Leeton R-10, Lewis County C-1, Lindbergh, Lonedell R-14, Macon County R-1, Malta Bend, Mehville, Meramec Valley R-3, Mexico, Middle Grove C-1, Midway R-1, Milan C-2, Moberly, Monroe City R-I, Morgan County R-2, New Haven, Nixa, North St. Francois Co. R-1, Northeast Nodaway R-5, Odessa R-VII, Oregon-Howell R-III, Orrick R-11, Osage County R-II, Osborn R-O, Parkway, Pattonville, Pettis County R-12, Pierce City, Plato R-5, Princeton R-5, Raymore-Peculiar R-III, Raytown, Reeds Springs R-IV, Renick R-5, Richland R-1, Richmond R-XVI, Riverview Gardens, Salisbury R-4, Scotland County R-I, Sedalia, Seymour R-2, Shelby County R-4, Shell Knob #78, Sikeston, Silex, Smithville R-2, Special School District of St. Louis County, Spickard R-II, Springfield, St Joseph, St Louis, Sullivan, Valley R-6, Verona R-7, Warren County R-3, Warrensburg R-6, Webster Groves, and the Westview C-6 School District did not respond to Oversight's request for fiscal impact.

L.R. No. 4556-01
Bill No. SB 621
Page 11 of 14
January 25, 2016

REVENUE FUND Costs - DSS (§§208.671 - 208.686) Personal service (\$60,342) (\$73,134) (\$73,865) (\$74,604) Fringe benefits (\$38,968) (\$50,256) (\$50,456) (\$50,664) Equipment and (\$137,500) \$0 \$0 \$0 expense (\$9,449) (\$2,092) (\$2,144) (\$2,198) MMIS update (\$137,500) \$0 \$0 \$0 Program (stributions (\$242,047) (\$299,170) (\$264,101) (\$256,904) Total Costs - DSS (\$488,306) (\$424,652) (\$390,566) (\$384,370) FTE Change - DSS 1.5 FTE 1.5 FTE 1.5 FTE DSS 1.5 FTE 1.5 FTE 1.5 FTE 1.5 FTE ESTIMATED NET (\$488,306) (\$424,652) (\$390,566) (\$384,370) Estimated Net FTE Constant (\$488,306) (\$424,652) (\$390,566) (\$384,370) Estimated Net FTE Constant (\$488,306) (\$424,652) (\$390,566) (\$384,370) Estimated Net FTE Constant Constant	FISCAL IMPACT - State Government	FY 2017 (10 Mo.)	FY 2018	FY 2019	Fully Implemented (FY 2020)
(§§208.671 - 208.686) Personal service (\$60,342) (\$73,134) (\$73,865) (\$74,604) Fringe benefits (\$38,968) (\$50,256) (\$50,456) (\$50,664) Equipment and (\$2,092) (\$2,144) (\$2,198) MMIS update (\$137,500) \$0 \$0 \$0 Program (\$242,047) (\$299,170) (\$264,101) (\$256,904) Total Costs - DSS (\$488,306) (\$424,652) (\$390,566) (\$384,370) FTE Change - DSS 1.5 FTE 1.5 FTE 1.5 FTE 1.5 FTE ESTIMATED NET EFFECT ON THE (\$488,306) (\$424,652) (\$390,566) (\$384,370) Estimated Net FTE Change on the (\$488,306) (\$424,652) (\$390,566) (\$384,370)	GENERAL REVENUE FUND				
Personal service (\$60,342) (\$73,134) (\$73,865) (\$74,604) Fringe benefits (\$38,968) (\$50,256) (\$50,456) (\$50,664) Equipment and expense (\$9,449) (\$2,092) (\$2,144) (\$2,198) MMIS update (\$137,500) \$0 \$0 \$0 \$0 Program istributions (\$242,047) (\$299,170) (\$264,101) (\$256,904) Total Costs - DSS (\$488,306) (\$424,652) (\$390,566) (\$384,370) FTE Change - DSS 1.5 FTE 1.5 FTE 1.5 FTE DSS 1.5 FTE 1.5 FTE 1.5 FTE 1.5 FTE ESTIMATED NET EFFECT ON THE (\$488,306) (\$424,652) (\$390,566) (\$384,370) Estimated Net FTE Change on the (\$488,306) (\$424,652) (\$390,566) (\$384,370) Estimated Net FTE Change on the General Revenue (\$488,306) (\$424,652) (\$390,566) (\$384,370)	(§§208.671 -				
Fringe benefits (\$38,968) (\$50,256) (\$50,456) (\$50,664) Equipment and (\$9,449) (\$2,092) (\$2,144) (\$2,198) MMIS update (\$137,500) \$0 \$0 \$0 Program (\$242,047) (\$299,170) (\$264,101) (\$256,904) Total Costs - DSS (\$488,306) (\$424,652) (\$390,566) (\$384,370) FTE Change - DSS 1.5 FTE 1.5 FTE 1.5 FTE 1.5 FTE ESTIMATED NET EFFECT ON THE (\$488,306) (\$424,652) (\$390,566) (\$384,370) Estimated Net FTE Change on the General Revenue (\$488,306) (\$424,652) (\$390,566) (\$384,370)	,	(\$60.342)	(\$73,134)	(\$73,865)	(\$74,604)
Equipment and expense (\$9,449) (\$2,092) (\$2,144) (\$2,198) MMIS update (\$137,500) \$0 \$0 \$0 Program distributions (\$242,047) (\$299,170) (\$264,101) (\$256,904) Total Costs - DSS (\$488,306) (\$424,652) (\$390,566) (\$384,370) FTE Change - DSS 1.5 FTE 1.5 FTE 1.5 FTE DSS 1.5 FTE 1.5 FTE 1.5 FTE 1.5 FTE ESTIMATED NET EFFECT ON THE (\$488,306) (\$424,652) (\$390,566) (\$384,370) Estimated Net FTE Change on the (\$488,306) (\$424,652) (\$390,566) (\$384,370) Estimated Net FTE Change on the General Revenue (\$488,306) (\$424,652) (\$390,566) (\$384,370)		· · · /			
expense (\$9,449) (\$2,092) (\$2,144) (\$2,198) MMIS update (\$137,500) \$0 \$0 \$0 Program istributions (\$242,047) (\$299,170) (\$264,101) (\$256,904) Total Costs - DSS (\$488,306) (\$424,652) (\$390,566) (\$384,370) FTE Change - DSS 1.5 FTE 1.5 FTE 1.5 FTE DSS 1.5 FTE 1.5 FTE 1.5 FTE 1.5 FTE ESTIMATED NET [\$488,306) (\$424,652) (\$390,566) (\$384,370) Estimated Net FUND (\$488,306) (\$424,652) (\$390,566) (\$384,370) Estimated Net FTE Change on the (\$488,306) (\$424,652) (\$390,566) (\$384,370) Estimated Net FTE Change on the General Revenue (\$488,306) (\$424,652) (\$390,566) (\$384,370)	-				
Program distributions(\$242,047)(\$299,170)(\$264,101)(\$256,904)Total Costs - DSS FTE Change - DSS(\$488,306)(\$424,652)(\$390,566)(\$384,370)DSS1.5 FTE1.5 FTE1.5 FTE1.5 FTE1.5 FTEESTIMATED NET EFFECT ON THE GENERAL REVENUE FUND(\$488,306)(\$424,652)(\$390,566)(\$384,370)Estimated Net FTE Change on the General Revenue(\$488,306)(\$424,652)(\$390,566)(\$384,370)		(\$9,449)	(\$2,092)	(\$2,144)	(\$2,198)
distributions (\$242,047) (\$299,170) (\$264,101) (\$256,904) Total Costs - DSS (\$488,306) (\$424,652) (\$390,566) (\$384,370) FTE Change - 1.5 FTE 1.5 FTE 1.5 FTE 1.5 FTE DSS 1.5 FTE 1.5 FTE 1.5 FTE 1.5 FTE ESTIMATED NET ESTIMATED NET (\$488,306) (\$424,652) (\$390,566) (\$384,370) ESTIMATED NET ESTIMATED NET (\$488,306) (\$424,652) (\$390,566) (\$384,370) Estimated Net FUND (\$488,306) (\$424,652) (\$390,566) (\$384,370) Estimated Net FTE Change on the General Revenue (\$488,306) (\$424,652) (\$390,566) (\$384,370)	MMIS update	(\$137,500)	\$0	\$0	\$0
Total Costs - DSS FTE Change - DSS(\$488,306) (\$424,652)(\$390,566) (\$390,566)(\$384,370) (\$384,370)ESTIMATED NET EFFECT ON THE GENERAL REVENUE FUND(\$488,306)(\$424,652)(\$390,566)(\$384,370)Estimated Net FTE Change on the General Revenue(\$488,306)(\$424,652)(\$390,566)(\$384,370)	Program				
FTE Change - DSS1.5 FTE1.5 FTE1.5 FTEESTIMATED NET EFFECT ON THE GENERAL REVENUE FUND(\$488,306)(\$424,652)(\$390,566)(\$384,370)Estimated Net FTE Change on the General Revenue	distributions	<u>(\$242,047)</u>	<u>(\$299,170)</u>	<u>(\$264,101)</u>	<u>(\$256,904)</u>
DSS1.5 FTE1.5 FTE1.5 FTE1.5 FTEESTIMATED NET EFFECT ON THE GENERAL REVENUE FUND(\$488,306)(\$424,652)(\$390,566)(\$384,370)Estimated Net FTE Change on the General Revenue	Total <u>Costs</u> - DSS	<u>(\$488,306)</u>	<u>(\$424,652)</u>	<u>(\$390,566)</u>	<u>(\$384,370)</u>
ESTIMATED NET EFFECT ON THE GENERAL REVENUE FUND (\$488,306) (\$424,652) (\$390,566) (\$384,370) Estimated Net FTE Change on the General Revenue	e				
EFFECT ON THE GENERAL REVENUE FUND(\$488,306)(\$424,652)(\$390,566)(\$384,370)Estimated Net FTE Change on the General Revenue	DSS	1.5 FTE	1.5 FTE	1.5 FTE	1.5 FTE
Estimated Net FTE Change on the General Revenue	EFFECT ON THE GENERAL	(\$4\$\$ 306)	(\$424 652)	(\$300 566)	(\$384 370)
Change on the General Revenue	KEVENUE FUND	<u>(\$400,500)</u>	(\$424,032)	<u>(\$370,300)</u>	<u>(\$384,370)</u>
	Change on the				
	Fund	1.5 FTE	1.5 FTE	1.5 FTE	1.5 FTE

L.R. No. 4556-01 Bill No. SB 621 Page 12 of 14 January 25, 2016

<u>FISCAL IMPACT -</u> State Government	FY 2017			Fully Implemented
State Government	(10 Mo.)	FY 2018	FY 2019	(FY 2020)
FEDERAL FUNDS				(
Income - DSS				
(§§208.671 -				
208.686) Increase in				
program				
reimbursements	\$666,202	\$644,532	\$585,360	\$574,127
	\$\$\$ 5 , 252	\$011 <u>,002</u>	<i>\$2.00,000</i>	<i>\$671,127</i>
<u>Costs</u> - DSS				
(§§208.671 -				
208.686)				
Personal service	(\$60,342)	(\$73,134)	(\$73,865)	(\$74,604)
Fringe benefits	(\$38,968)	(\$50,256)	(\$50,456)	(\$50,664)
Equipment and expense	(\$9,449)	(\$2,092)	(\$2,144)	(\$2,198)
MMIS update	(\$137,500)	(\$2,072)	(\$2,144)	(\$2,198) \$0
Program	(\$157,500)	ψŪ	ψŪ	ψŪ
reimbursements	(\$419,943)	(\$519,050)	(\$458,895)	(\$446,661)
Total <u>Costs</u> - DSS	(\$666,202)	(\$644,532)	(\$585,360)	(\$574,127)
FTE Change -				
DSS	1.5 FTE	1.5 FTE	1.5 FTE	1.5 FTE
ESTIMATED NET				
EFFECT ON				
FEDERAL FUNDS	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
Estimated Net FTE				
Change on Federal				
Funds	1.5 FTE	1.5 FTE	1.5 FTE	1.5 FTE
EISCAL IMPACT				E.,11
FISCAL IMPACT - Local Government	FY 2017			Fully Implemented
	(10 Mo.)	FY 2018	FY 2019	(FY 2020)
	(10 1100)			(1 2020)
	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>

L.R. No. 4556-01 Bill No. SB 621 Page 13 of 14 January 25, 2016

FISCAL IMPACT - Small Business

This proposal will have a direct, positive impact on small business health care providers.

FISCAL DESCRIPTION

This act specifies the licensed individuals who shall be considered eligible health care providers for the provision of telehealth services. Additionally, this act specifies the originating sites where a MO HealthNet participant may receive telehealth services, as well as requiring that such originating sites ensure the immediate availability of clinical staff during the telehealth encounter if a participant requires assistance.

This act establishes a statewide home telemonitoring program. Home telemonitoring services are health care services that require scheduled remote monitoring of data related to a patient's health. The act specifies the individuals for whom home telemonitoring services may be made available. Additionally, no originating site for home telemonitoring shall be required to maintain immediate availability of on-site clinical staff during the telemonitoring service. If the Department of Social Services determines that home telemonitoring is not cost effective, the Department may discontinue the program and stop providing reimbursement through MO HealthNet for such services.

This act addresses the use of asynchronous store-and-forward technology in the practice of telehealth services for MO HealthNet recipients. "Asynchronous store-and-forward" is defined in the act as the transfer of a patient's clinically important digital samples, such as still images, videos, audio, and text files, and relevant data from an originating site through the use of a camera or similar recording device that stores digital samples that are forwarded via telecommunication to a distant site for consultation by a consulting provider without requiring the simultaneous presence of the patient and the patient's treating provider. The Department of Social Services, in consultation with the departments of Mental Health and Health and Senior Services, shall promulgate rules governing the use of asynchronous store-and-forward technology in the practice of telehealth in MO HealthNet. The act also specifies reimbursement for asynchronous store-and-forward services for the treating provider and the consulting provider.

This act establishes the "Telehealth Services Advisory Committee" to advise the Department of Social Services and to propose rules relating to telehealth services through asynchronous store-and-forward technology. The act specifies the committee members, appointments, and other terms.

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

L.R. No. 4556-01 Bill No. SB 621 Page 14 of 14 January 25, 2016

SOURCES OF INFORMATION

Department of Elementary and Secondary Education Department of Health and Senior Services Department of Mental Health Department of Social Services -MO HealthNet Division Office of the Governor Joint Committee on Administrative Rules Missouri Senate University of Missouri Brentwood School District City of St. Charles School District **Everton R-III School District** Kansas City Public Schools Kennett School District Macon County R-IV Schools St. Elizabeth R-4 School District Sarcoxie R-II School District West Plains Schools Wright City R-II School District

Mickey Wilen

Mickey Wilson, CPA Director January 25, 2016

Ross Strope Assistant Director January 25, 2016