

COMMITTEE ON LEGISLATIVE RESEARCH
OVERSIGHT DIVISION

FISCAL NOTE

L.R. No.: 5656-01
Bill No.: Perfected HB 1953
Subject: Physicians; Health, Public; Health and Senior Services Department
Type: Original
Date: March 7, 2018

Bill Summary: This proposal requires the Department of Health and Senior Services to develop and disseminate information regarding the bone marrow registry and establishes the Advisory Council on Rare Diseases and Personalized Medicine.

FISCAL SUMMARY

ESTIMATED NET EFFECT ON GENERAL REVENUE FUND			
FUND AFFECTED	FY 2019	FY 2020	FY 2021
Total Estimated Net Effect on General Revenue	\$0	\$0	\$0

ESTIMATED NET EFFECT ON OTHER STATE FUNDS			
FUND AFFECTED	FY 2019	FY 2020	FY 2021
Total Estimated Net Effect on <u>Other</u> State Funds	\$0	\$0	\$0

Numbers within parentheses: () indicate costs or losses.

This fiscal note contains 5 pages.

ESTIMATED NET EFFECT ON FEDERAL FUNDS			
FUND AFFECTED	FY 2019	FY 2020	FY 2021
Total Estimated Net Effect on <u>All</u> Federal Funds	\$0	\$0	\$0

ESTIMATED NET EFFECT ON FULL TIME EQUIVALENT (FTE)			
FUND AFFECTED	FY 2019	FY 2020	FY 2021
Total Estimated Net Effect on FTE	0	0	0

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 2019	FY 2020	FY 2021
Local Government	\$0	\$0	\$0

FISCAL ANALYSIS

ASSUMPTION

HA #1 - Advisory Council

Officials from the **Department of Social Services (DSS)** state this legislation states there will be a total of 15 board members on the advisory council. Also attending the board meetings would be approximately 9 MO HealthNet staff. The cost of the meals per meeting was calculated by using Missouri's food per diem for instate travel.

The maximum cost for lunch in Jefferson City is \$10.00 per day per person. The total cost for meals was calculated by taking 15 board members multiplied by \$10.00 which equals \$150.00 ($\$10.00 \times 15 = \150.00) for each meeting. MHD assumes there will be 1 meeting per quarter and lunch would be catered.

For FY19 the start date of the advisory council would be February 28, 2019; therefore, FY19 is calculated at 6 months (2 meetings). Mileage was calculated by using an average from the Drug Utilization Review (DUR) board of 7 members that submitted expense reports. The mileage reimbursement for the state of Missouri is calculated at \$0.37 per mile.

Lodging was calculated by using the maximum paid by the state of Missouri of \$89.00 per night. Copies of the packets for the meeting were calculated by using the department max for color ink at \$0.05 per copy and for black and white at \$0.0082 per copy. Cost of paper is at a rate of \$0.05 per sheet. Packets used for the DUR board meeting consists of approximately 5 color slides and 100 sheets of paper.

The Department of Social Services assumes that costs for advisory council meetings would not eligible for federal funding and, therefore, calculated all costs to be general revenue fund costs.

The DSS estimates the fiscal impact of this proposal to be \$4,296 for FY19 and \$8,593 for each FY20 and FY 21.

Oversight assumes the DSS could absorb this minimal fiscal impact within existing appropriation levels.

Bill as a whole

Officials from the **Department of Health and Senior Services** assume the proposal would not fiscally impact their agency.

ASSUMPTION (continued)

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.

In response to the previous version of this proposal, officials from the **Office of the Secretary of State (SOS)** stated 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.

<u>FISCAL IMPACT - State Government</u>	FY 2019 (10 Mo.)	FY 2020	FY 2021
	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>

<u>FISCAL IMPACT - Local Government</u>	FY 2019 (10 Mo.)	FY 2020	FY 2021
	<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


The proposed legislation appears to have no direct fiscal impact.

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
Department of Social Services
Joint Committee on Administrative Rules
Office of Secretary of State

Ross Strope



Acting Director
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