

COMMITTEE ON LEGISLATIVE RESEARCH  
OVERSIGHT DIVISION

**FISCAL NOTE**

L.R. No.: 5764S.01I  
Bill No.: SB 1179  
Subject: Disabilities; Elderly; Health Care; Public Assistance; Department of Social Services  
Type: Original  
Date: March 14, 2022

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Bill Summary: This proposal extends the Missouri Rx Plan to August 28, 2029.

**FISCAL SUMMARY**

| <b>ESTIMATED NET EFFECT ON GENERAL REVENUE FUND</b>  |                      |                      |                      |
|--|----------------------|----------------------|----------------------|
| <b>FUND AFFECTED</b>                                 | <b>FY 2023</b>       | <b>FY 2024</b>       | <b>FY 2025</b>       |
| General Revenue*                                     | (\$3,138,148)        | (\$3,765,778)        | (\$3,765,778)        |
| <b>Total Estimated Net Effect on General Revenue</b> | <b>(\$3,138,148)</b> | <b>(\$3,765,778)</b> | <b>(\$3,765,778)</b> |

\*Oversight notes this is a continuation of an existing program (currently set to expire on August 28, 2022). The fiscal note reflects the FY 2023 budget request amounts.

| <b>ESTIMATED NET EFFECT ON OTHER STATE FUNDS</b>              |                      |                      |                      |
|---|----------------------|----------------------|----------------------|
| <b>FUND AFFECTED</b>  | <b>FY 2023</b>       | <b>FY 2024</b>       | <b>FY 2025</b>       |
| Mo Rx Plan (779)*   | (\$2,323,978)        | (\$2,788,774)        | (\$2,788,774)        |
| <b>Total Estimated Net Effect on <u>Other State Funds</u></b> | <b>(\$2,323,978)</b> | <b>(\$2,788,774)</b> | <b>(\$2,788,774)</b> |

Numbers within parentheses: () indicate costs or losses.

| <b>ESTIMATED NET EFFECT ON FEDERAL FUNDS</b>                  |                |                |                |
|---|----------------|----------------|----------------|
| <b>FUND AFFECTED</b>  | <b>FY 2023</b> | <b>FY 2024</b> | <b>FY 2025</b> |
|   |                |                |                |
|   |                |                |                |
| <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> |                |                |                |
|---|----------------|----------------|----------------|
| <b>FUND AFFECTED</b>                                      | <b>FY 2023</b> | <b>FY 2024</b> | <b>FY 2025</b> |
|   |                |                |                |
|   |                |                |                |
| <b>Total Estimated Net Effect on FTE</b>                  | <b>0</b>       | <b>0</b>       | <b>0</b>       |

Estimated Net Effect (expenditures or reduced revenues) expected to exceed \$250,000 in any of the three fiscal years after implementation of the act or at full implementation of the act.

Estimated Net Effect (savings or increased revenues) expected to exceed \$250,000 in any of the three fiscal years after implementation of the act or at full implementation of the act.

| <b>ESTIMATED NET EFFECT ON LOCAL FUNDS</b> |                |                |                |
|--|----------------|----------------|----------------|
| <b>FUND AFFECTED</b>                       | <b>FY 2023</b> | <b>FY 2024</b> | <b>FY 2025</b> |
|  |                |                |                |
| <b>Local Government</b>                    | <b>\$0</b>     | <b>\$0</b>     | <b>\$0</b>     |

**FISCAL ANALYSIS**

ASSUMPTION

§208.798 - Extends the Missouri Rx plan to August 28, 2029

Officials from the **Department of Social Services (DSS)** assume the proposal will have no fiscal impact on their organization.

**Oversight** assumes extending the termination date for §208.798 to August 28, 2029 (currently August 28, 2022) will result in a continuation of costs to the State. Oversight notes the Governor's recommendations for FY23 includes funding for the MO Rx Drug Program of \$6,554,552 (General Revenue \$3,765,778 and Other State Funds (MO Rx Plan Fund # 0779) of \$2,788,774).

For fiscal note purposes, Oversight will assume funding for the MO Rx Drug Program will be \$6,554,552 (GR \$3,765,778; Other State Funds \$2,788,774) for each FY23, FY24 and FY25. Oversight will reflect 10 months of impact in FY23.

Expenditures for the program have been:     \$3,663,929 in FY 2021;  
   \$3,915,789 in FY 2020; and  
   \$4,768,479 in FY 2019

Officials from the **Office of Administration - Budget & Planning (B&P)** state this bill has no direct impact on B&P or on general and total state revenues. The B&P states it will not impact the calculation pursuant to Article X, Section 18(e).

Officials from the **Department of Commerce and Insurance**, the **Department of Health and Senior Services** and the **Department of Mental Health** each assume the proposal will have no fiscal impact on their respective organizations. **Oversight** does not have any information to the contrary. Therefore, Oversight will reflect a zero impact in the fiscal note for these agencies.

| <u>FISCAL IMPACT</u><br><u>– State</u><br><u>Government</u>   | FY 2023<br>(10 Mo.)         | FY 2024                     | FY 2025                     |
|---|-----------------------------|-----------------------------|-----------------------------|
| <b>GENERAL<br/>REVENUE<br/>FUND</b>   |                             |                             |                             |
| <u>Costs - DSS</u><br>(extension of<br>§208.798<br>termination date)<br>On-going MO Rx<br>Drug Program<br>expenditures p. 3 | <u>(\$3,138,148)</u>        | <u>(\$3,765,778)</u>        | <u>(\$3,765,778)</u>        |
| <b>ESTIMATED<br/>NET EFFECT<br/>ON THE<br/>GENERAL<br/>REVENUE<br/>FUND</b>   | <b><u>(\$3,138,148)</u></b> | <b><u>(\$3,765,778)</u></b> | <b><u>(\$3,765,778)</u></b> |
| <b>MO Rx PLAN<br/>FUND (779)</b>  |                             |                             |                             |
| <u>Costs - DSS</u><br>(extension of<br>§208.798<br>termination date)<br>On-going MO Rx<br>Drug Program<br>expenditures p. 3 | <u>(\$2,323,978)</u>        | <u>(\$2,788,774)</u>        | <u>(\$2,788,978)</u>        |
| <b>ESTIMATED<br/>NET EFFECT<br/>ON THE MO Rx<br/>PLAN FUND</b>  | <b><u>(\$2,323,978)</u></b> | <b><u>(\$2,788,774)</u></b> | <b><u>(\$2,788,978)</u></b> |

| <u>FISCAL IMPACT – Local Government</u> | FY 2023<br>(10 Mo.) | FY 2024    | FY 2025    |
|---|---------------------|------------|------------|
|   |                     |            |            |
|   | <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

This act changes the expiration date of the Missouri Rx Plan from August 28, 2022, to August 28, 2029 (\$208.798).

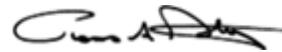
This legislation is not federally mandated, would not duplicate any other program and would not require additional capital improvements or rental space.

SOURCES OF INFORMATION

Department of Commerce and Insurance  
Department of Health and Senior Services  
Department of Mental Health  
Department of Social Services  
Office of Administration - Budget and Planning



Julie Morff  
Director  
March 14, 2022



Ross Strope  
Assistant Director  
March 14, 2022