

COMMITTEE ON LEGISLATIVE RESEARCH  
OVERSIGHT DIVISION

**FISCAL NOTE**

L.R. No.: 6207-01  
Bill No.: HB 1950  
Subject: Insurance - Medical; Insurance Dept.; Health Care; Health Dept.  
Type: Original  
Date: April 24, 2012

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Bill Summary: This proposal establishes the Missouri Poison Center Funding Pool for the purpose of supporting the Missouri Poison Center

**FISCAL SUMMARY**

<b>ESTIMATED NET EFFECT ON GENERAL REVENUE FUND</b>			
<b>FUND AFFECTED</b>	<b>FY 2013</b>	<b>FY 2014</b>	<b>FY 2015</b>
General Revenue	\$0	\$0	\$0
<b>Total Estimated Net Effect on General Revenue Fund</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>

<b>ESTIMATED NET EFFECT ON OTHER STATE FUNDS</b>			
<b>FUND AFFECTED</b>	<b>FY 2013</b>	<b>FY 2014</b>	<b>FY 2015</b>
<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 6 pages.

<b>ESTIMATED NET EFFECT ON FEDERAL FUNDS</b>			
<b>FUND AFFECTED</b>	<b>FY 2013</b>	<b>FY 2014</b>	<b>FY 2015</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 2013</b>	<b>FY 2014</b>	<b>FY 2015</b>
<b>Total Estimated Net Effect on FTE</b>	<b>0</b>	<b>0</b>	<b>0</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>			
<b>FUND AFFECTED</b>	<b>FY 2013</b>	<b>FY 2014</b>	<b>FY 2015</b>
<b>Local Government</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>

## FISCAL ANALYSIS

### ASSUMPTION

Officials from the **Department of Insurance, Financial Institutions and Professional Registration (DIFP)** assume this proposal establishes the Missouri Poison Center Funding Pool for the purpose of supporting the Missouri Poison Center.

The DIFP believes it can absorb any additional workload that would result from processing invoices within existing appropriations. However, should the extent of the workload be more than anticipated, the department would request additional appropriation and/or FTE through the budget process.

Officials from the **State Treasurer's Office, Missouri Consolidated Health Care Plan, Department of Conservation and Department of Health and Senior Services** assume there will be no fiscal impact to their agencies.

Officials from the **Department of Social Services - MO HealthNet Division (MHD)** assume this proposal does not revise Chapter 208, RSMo therefore, it does not affect MO HealthNet eligibility or benefits.

This proposal does affect the three MO HealthNet Managed Care health plans which will be invoiced June 1, 2014 and annually thereafter. In Missouri there are 286 Health Plans with Missouri Direct Written premiums over \$100,000. There are three MO HealthNet Managed Care health plans in this category.

MHD considers the assessment cost to each health plan would be included in the administrative assumption portion of the FY 14 capitation rates and each year thereafter. Since the cost would be divided equally among all plans in the state the cost per plan would be \$1,809.44 in FY 2014 and \$1,872.77 in FY 2015. The total increase to Medicaid Managed Care capitation rates would be 3 x \$1,809.44 in FY 2014 and 3 x \$1,872.77 in FY 2015.

**Oversight** assumes the Department of Social Services (DOS) can absorb any additional workload that would result from processing invoices within existing appropriations. However, should the extend of the workload be more than anticipated, the DOS could request additional appropriations and/or FTE through the budget process.

Officials from the **Department of Transportation (MHTC)** assume the proposal requires all health insurance issuers to pay an annual assessment as determined by the Department of

ASSUMPTION (continued)

Insurance, Financial Institutions and Professional Registration to the Missouri Poison Center funding pool. The amount assessable to each health insurance issuer is unknown. The amount would be determined by the Director of DIFP each year.

The impact would be less than \$100,000 based on language provided. Based on impact to the Plan, rates may increase, which may impact MHTC.

**Oversight** assumes the Department of Transportation (DHT) can absorb any additional workload that would result from processing invoices within existing appropriations. However, should the extend of the workload be more than anticipated, the DHT could request additional appropriations and/or FTE through the budget process.

**Oversight** assumes the “Missouri poison center funding pool” sum of funds which shall start at five hundred thousand dollars in 2013 and be adjusted annually for inflation thereafter. The Department of Insurance, Financial Institutions and Professional Registration (DIFP) shall determine an assessment for the funding pool which shall be adjusted annually for inflation. On June first of each year the DIFP shall issue invoices to all health insurers with payment due July first. On August first of each year, or as soon thereafter the Department of Revenue shall issue the sum of five hundred thousand dollars, adjusted for inflation, to the Missouri Poison Center.

<u>FISCAL IMPACT - State Government</u>	FY 2013 (10 Mo.)	FY 2014	FY 2015
<b>GENERAL REVENUE</b>			
<u>Revenue - DIFP</u>			
Missouri Poison Center Funding Pool	\$500,000	Unknown	Unknown
<u>Cost - DIFP</u>			
Missouri Poison Center Funding Pool	<u>(\$500,000)</u>	<u>(Unknown)</u>	<u>(Unknown)</u>
<b>ESTIMATED NET EFFECT ON GENERAL REVENUE</b>	<b><u>\$0</u></b>	<b><u>\$0</u></b>	<b><u>\$0</u></b>

<u>FISCAL IMPACT - Local Government</u>	FY 2013 (10 Mo.)	FY 2014	FY 2015
	<b><u>\$0</u></b>	<b><u>\$0</u></b>	<b><u>\$0</u></b>

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 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 Insurance, Financial Institutions &  
Professional Registration

Missouri Senate

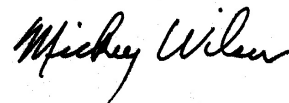
Department of Health and Senior Services

Department of Social Services

Department of Transportation

Missouri Consolidated Health Care Plan

Department of Conservation



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Director  
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