

COMMITTEE ON LEGISLATIVE RESEARCH
OVERSIGHT DIVISION

FISCAL NOTE

L.R. No.: 4218-01
Bill No.: HB 1525
Subject: Health Care; Health Care Professionals; Insurance - Medical; Nurses
Type: Original
Date: March 17, 2010

Bill Summary: Establishes the standard of care for persons with bleeding disorders.

FISCAL SUMMARY

ESTIMATED NET EFFECT ON GENERAL REVENUE FUND			
FUND AFFECTED	FY 2011	FY 2012	FY 2013
Total Estimated Net Effect on General Revenue Fund	\$0	\$0	\$0

ESTIMATED NET EFFECT ON OTHER STATE FUNDS			
FUND AFFECTED	FY 2011	FY 2012	FY 2013
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 2011	FY 2012	FY 2013
Total Estimated Net Effect on <u>All</u> Federal Funds	\$0	\$0	\$0

ESTIMATED NET EFFECT ON FULL TIME EQUIVALENT (FTE)			
FUND AFFECTED	FY 2011	FY 2012	FY 2013
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 2011	FY 2012	FY 2013
Local Government	\$0	\$0	\$0

FISCAL ANALYSIS

ASSUMPTION

Officials from the **Office of Secretary of State (SOS)** state the fiscal impact for this proposal is less than \$2,500. The SOS 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 SOS can sustain within its core budget. Therefore, the SOS reserves the right to request funding for the costs of supporting administrative rules requirements should the need arise based on a review of the finally approved bills signed by the Governor.

Officials from the **Department of Insurance, Financial Institutions, and Professional Registration (DIFP)** state current appropriations should cover the expected fiscal impact. However, should expenses exceed the expectations, the department may find it necessary to request additional funding through the budget process.

Officials from the **Department of Health and Senior Services (DOH)** assume the Department of Social Services will calculate the fiscal impact associated with determining eligibility under the new requirements, the cost of services for the new group of eligible recipients, and the cost of any administrative hearings regarding denial of eligibility.

Officials from the **Department of Social Services (DOS) - MO HealthNet Division (MHD)** provide the following information for this proposal:

Section 208.152.1. (23) Mandatory Medicaid Coverage for Blood-clotting Products and Services:

Section 208.152 requires MO HealthNet coverage for:

- blood-clotting products;
- home delivery including emergency deliveries of such products and the equipment necessary to administer the products; and
- in-home assessments conducted by pharmacists, nurses or local home health care agencies.

Currently, MO HealthNet covers these products and equipment for participants with bleeding disorders. However, there is no separate payment for home delivery. These types of products are mail-ordered and the delivery costs are part of the cost of doing business for the pharmacy. It is assumed that in cases where a participant needs home delivery the pharmacy will absorb that cost.

ASSUMPTION (continued)

MO HealthNet covers skilled nurse visits in the home for those participants who meet the definition of "home-bound" under the Home Health program. It is assumed that these visits would fulfill the requirement for an in-home assessment.

There are approximately 370 MO HealthNet participants with Hemophilia or von Willebrand disease. Only 5% (19) would meet the definition of "home-bound" while 95% (351) would not and would be considered ambulatory.

The Medicaid capped rate for a skilled nurse visit through the Home Health program is \$64.15. Pharmacists currently do not provide in-home visits through this program. Since anyone who is already in the Home Health program may receive skilled nurse visits, there will not be any additional fiscal impact for those participants.

It is assumed that ambulatory participants would not require in-home nurse assessments.

There is no fiscal impact to the MHD for this section.

Section 338.400 Standard of Care for Individuals Needing Blood Clotting Therapies:

Since this section affects the Board of Pharmacy there is no fiscal impact to the MHD.

<u>FISCAL IMPACT - State Government</u>	FY 2011 (10 Mo.)	FY 2012	FY 2013
	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>

<u>FISCAL IMPACT - Local Government</u>	FY 2011 (10 Mo.)	FY 2012	FY 2013
	<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.

HWC:LR:OD

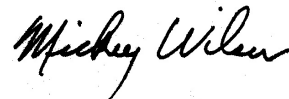
FISCAL DESCRIPTION

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, and Professional Registration
Department of Health and Senior Services
Department of Social Services
Office of Secretary of State



Mickey Wilson, CPA
Director
March 17, 2010