

COMMITTEE ON LEGISLATIVE RESEARCH
OVERSIGHT DIVISION

FISCAL NOTE

L.R. No.: 0884-01
Bill No.: Perfected HB 227
Subject: Psychologists; Compacts
Type: Original
Date: April 12, 2017

Bill Summary: This proposal establishes the Psychology Interjurisdictional Compact.

FISCAL SUMMARY

ESTIMATED NET EFFECT ON GENERAL REVENUE FUND				
FUND AFFECTED	FY 2018	FY 2019	FY 2020	Fully Implemented
Total Estimated Net Effect on General Revenue	\$0	\$0	\$0	\$0

ESTIMATED NET EFFECT ON OTHER STATE FUNDS				
FUND AFFECTED	FY 2018	FY 2019	FY 2020	Fully Implemented
Professional Registration Administration	\$0	\$0	\$0	\$0
State Committee of Psychologists	\$0	\$0	\$0	\$0 or Less than \$47,000
Total Estimated Net Effect on <u>Other</u> State Funds	\$0	\$0	\$0	\$0 or Less than \$47,000

Numbers within parentheses: () indicate costs or losses. This fiscal note contains 6 pages.

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

ESTIMATED NET EFFECT ON FULL TIME EQUIVALENT (FTE)				
FUND AFFECTED	FY 2018	FY 2019	FY 2020	Fully Implemented
Total Estimated Net Effect on FTE	0	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 2018	FY 2019	FY 2020	Fully Implemented
Local Government	\$0	\$0	\$0	\$0

FISCAL ANALYSIS

ASSUMPTION

§§337.100 - 337.165 - Psychology Interjurisdictional Compact

Officials from the **Department of Insurance, Financial Institutions and Professional Registration (DIFP)** state the compact will be effective when it is enacted into law in the seventh member state. Currently, one state has enacted the compact and only two states (including Missouri) have legislation pending to enact the compact. It is not anticipated the compact would be enacted during FY18, FY19, or FY20 and, as a result, will have no fiscal impact to the DIFP during these fiscal years.

Once the compact is enacted, the DIFP, Division of Professional Registration would have the following fiscal impact: \$3,000 to \$6,000 annual fee to participate in the compact and revenue of \$200 for each Interjurisdictional Practice Certificate.

Oversight assumes the earliest the proposal could be enacted would be FY21. However, since the compact will only become effective when the seventh state becomes a member, revenues and costs will be ranged as \$0 or... since it is unknown when the seventh state will become a member.

Oversight notes, based on discussions with DIFP officials, that the original compact fee would be paid from the Professional Registration Administration Fund (#0689) and then the fund would be reimbursed from the State Committee of Psychologists Fund (#0580). It would take 250 Interjurisdictional Practice Certificates to be issued to psychologists from compact member states for the potential income to reach \$50,000 (250 X \$200/certificate). Oversight assumes potential revenues will be less than \$50,000 annually if the compact is adopted by 7 member states and at least some are states that border Missouri.

Officials from the **Office of Attorney General (AGO)** assume any potential costs arising from this proposal can be absorbed with existing resources. The AGO may seek additional appropriations if the proposal results in a significant increase in referrals.

Officials from the **Department of Mental Health, the Department of Corrections, the Department of Social Services, MO HealthNet Division and Division of Legal Services, the Office of the Governor and the Office of State Courts Administrator** each assume the proposal would not fiscally impact their respective agencies.

<u>FISCAL IMPACT -</u> <u>State Government</u>	FY 2018 (10 Mo.)	FY 2019	FY 2020	Fully Implemented
PROFESSIONAL REGISTRATION ADMINISTRATION FUND				
<u>Transfer-in - from</u> State Committee of Psychologists Fund (#580)	\$0	\$0	\$0	\$0 or \$3,000 to \$6,000
<u>Costs - DIFP</u> Interstate compact fee	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0 or (\$3,000 to</u> <u>\$6,000)</u>
ESTIMATED NET EFFECT ON THE PROFESSIONAL REGISTRATION ADMINISTRATION FUND	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>

<u>FISCAL IMPACT -</u> <u>State Government</u>	FY 2018 (10 Mo.)	FY 2019	FY 2020	Fully Implemented
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**STATE
 COMMITTEE OF
 PSYCHOLOGISTS
 FUND**

Income - DIFP
 (§§337.100 - 337.165)

Practice certificates issued to compact state practitioners	\$0	\$0	\$0	\$0 or Less than \$50,000
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Transfer-out - to
Professional
Registration
Administration Fund
(#0689)

Interstate compact fee	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0 or (\$3,000 to</u> <u>\$6,000)</u>
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**ESTIMATED NET
 EFFECT ON THE
 STATE
 COMMITTEE OF
 PSYCHOLOGISTS
 FUND**

<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0 or Less than</u> <u>\$47,000</u>
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<u>FISCAL IMPACT -</u> <u>Local Government</u>	FY 2018 (10 Mo.)	FY 2019	FY 2020	Fully Implemented
	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>

FISCAL IMPACT - Small Business

This proposal could impact small business practitioners if they choose to obtain a certificate to practice in a compact member state.

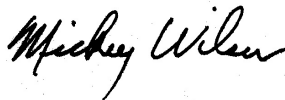
FISCAL DESCRIPTION

With this bill Missouri would enter into the psychology interjurisdictional compact. This compact is intended to regulate the day to day practice of psychology across states lines. Under the compact a psychologist can treat a patient across state lines using telecommunication technologies. A psychologist can also cross state lines and treat a patient in person for up to 30 days in a year but only if he or she has first initiated contact with the patient via telecommunications technologies.

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

Office of Attorney General
Department of Insurance, Financial Institutions and Professional Registration
Department of Mental Health
Department of Corrections
Department of Social Services
Office of the Governor
Office of State Courts Administrator



Mickey Wilson, CPA
Director
April 12, 2017

Ross Strope
Assistant Director
April 12, 2017