

COMMITTEE ON LEGISLATIVE RESEARCH  
OVERSIGHT DIVISION

**FISCAL NOTE**

L.R. No.: 4884-01  
Bill No.: HB 1668  
Subject: Insurance - Medical; Licenses - Professional; Fees; Insurance Department  
Type: Original  
Date: February 20, 2014

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Bill Summary: This proposal changes the requirements for licensure of health insurance navigators.

**FISCAL SUMMARY**

<b>ESTIMATED NET EFFECT ON GENERAL REVENUE FUND</b>			
FUND AFFECTED	FY 2015	FY 2016	FY 2017
<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>			
FUND AFFECTED	FY 2015	FY 2016	FY 2017
Criminal Records	\$12,650	\$3,300	\$3,300
<b>Total Estimated Net Effect on <u>Other</u> State Funds</b>	<b>\$12,650</b>	<b>\$3,300</b>	<b>\$3,300</b>

Numbers within parentheses: ( ) indicate costs or losses.  
This fiscal note contains 5 pages.

<b>ESTIMATED NET EFFECT ON FEDERAL FUNDS</b>			
<b>FUND AFFECTED</b>	<b>FY 2015</b>	<b>FY 2016</b>	<b>FY 2017</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 2015</b>	<b>FY 2016</b>	<b>FY 2017</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 2015</b>	<b>FY 2016</b>	<b>FY 2017</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** assume the current proposal would not fiscally impact their agency.

Officials from the **Department of Public Safety - Missouri Highway Patrol** assume this legislation will require approximately 575 current navigator licensees to obtain background checks. In checking with the Department of Insurance, Financial Institutions and Professional Registration, they anticipate approximately 150 new navigators licensees each year.

The charge for each background check processed is \$44.80. Twenty dollars for state fingerprint check, \$16.50 for the federal check, and an \$8.30 charge for the electronic fingerprint option used through a third party vendor. Of this amount, the state retains the \$20 fee and \$2 of the federal charge of \$16.50 for a pass-thru fee. The \$8.30 is paid directly to the vendor at the time of application.

FY15 Net Revenue: **\$12,650**

Revenue - 575 x \$36.50 (state/federal background check fees) = \$20,988  
Expense - 575 x \$14.50 (federal background check charge) = (\$8,338)

FY16 (and beyond) Net Revenue: **\$3,300**

Revenue - 150 x \$36.50 (state/federal background check fees) = \$5,475  
Expense - 150 x \$14.50 (federal background check charge) = (\$2,175)

<u>FISCAL IMPACT - State Government</u>	FY 2015 (10 Mo.)	FY 2016	FY 2017
<b>CRIMINAL RECORDS FUND</b>			
<u>Revenue - MHP</u>			
Background check fee	\$20,988	\$5,475	\$5,475
<u>Expense - MHP</u>			
Federal background check fee	<u>(\$8,338)</u>	<u>(\$2,175)</u>	<u>(\$2,175)</u>
<b>ESTIMATED NET EFFECT ON CRIMINAL RECORDS FUND</b>	<b><u>\$12,650</u></b>	<b><u>\$3,300</u></b>	<b><u>\$3,300</u></b>

<u>FISCAL IMPACT - Local Government</u>	FY 2015 (10 Mo.)	FY 2016	FY 2017
	<b><u>\$0</u></b>	<b><u>\$0</u></b>	<b><u>\$0</u></b>

FISCAL IMPACT - Small Business

Navigators will be required to submit to a background check under this legislation.

FISCAL DESCRIPTION

The proposed legislation would change requirements for licensing of health insurance navigators..

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 Public Safety - Missouri Highway Patrol



Mickey Wilson, CPA  
Director  
February 20, 2014

Ross Strobe  
Assistant Director  
February 20, 2014