

COMMITTEE ON LEGISLATIVE RESEARCH
OVERSIGHT DIVISION

FISCAL NOTE

L.R. No.: 0249-01
Bill No.: HB 142
Subject: Disabilities; Health Care; Health Department; Health, Public
Type: Original
Date: January 26, 2001

FISCAL SUMMARY

ESTIMATED NET EFFECT ON STATE FUNDS			
FUND AFFECTED	FY 2002	FY 2003	FY 2004
General Revenue	(\$57,817 to \$2,307,817)	(\$59,808 to \$2,309,808)	(\$61,322 to \$2,311,322)
Total Estimated Net Effect on <u>All</u> State Funds	(\$57,817 TO \$2,307,817)	(\$59,808 TO \$2,309,808)	(\$61,322 TO \$2,311,322)

ESTIMATED NET EFFECT ON FEDERAL FUNDS			
FUND AFFECTED	FY 2002	FY 2003	FY 2004
None			
Total Estimated Net Effect on <u>All</u> Federal Funds	\$0	\$0	\$0

ESTIMATED NET EFFECT ON LOCAL FUNDS			
FUND AFFECTED	FY 2002	FY 2003	FY 2004
Local Government	\$0	\$0	\$0

Numbers within parentheses: () indicate costs or losses.

This fiscal note contains 3 pages.

FISCAL ANALYSIS

ASSUMPTION

Officials from the **Department of Social Services** and the **Coordinating Board for Higher Education** assume this proposal would not impact their agencies.

Officials from the **University of Missouri (UM)** assume a basic program, which would provide no drugs to patients, would cost \$67,500 per year. This would allow eligible patients who meet a means test to have access to pharmacy pricing through UM's Department of Pharmacy, which administers the Missouri Kidney Program's Centralized Drug Program. If they provided drugs to eligible low-income transplant patients, UM officials estimated an additional annual cost of approximately \$1.75 million. If they also assisted patients by paying for any and all private insurance that patients might be eligible for (thereby shifting some of the cost burden to the private sector insurance), they estimated an additional annual cost of about \$500,000. The **Oversight** has ranged the costs from lowest end of the range to include administrative costs, to the highest end of the range to include providing drugs (\$1.75 million) and patient assistance (\$500,000).

<u>FISCAL IMPACT - State Government</u>	FY 2002 (10 Mo.)	FY 2003	FY 2004
GENERAL REVENUE FUND			
<u>Cost - University of Missouri</u>			
Administrative costs	(\$57,817)	(\$59,808)	(\$61,322)
Drugs	\$0 to (\$1,750,000)	\$0 to (\$1,750,000)	\$0 to (\$1,750,000)
Patient assistance	\$0 to (\$500,000)	\$0 to (\$500,000)	\$0 to (\$500,000)
Total <u>Cost</u> - University of Missouri	<u>(\$57,817 to \$2,307,817)</u>	<u>(\$59,808 to \$2,309,808)</u>	<u>(\$61,322 to \$2,311,322)</u>
ESTIMATED NET EFFECT ON GENERAL REVENUE FUND	<u>(\$57,817 to \$2,307,817)</u>	<u>(\$59,808 to \$2,309,808)</u>	<u>(\$61,322 to \$2,311,322)</u>

FISCAL IMPACT - Local Government

FY 2002
(10 Mo.)

FY 2003

FY 2004

\$0

\$0

\$0

FISCAL IMPACT - Small Business

No direct fiscal impact to small businesses would be expected as a result of this proposal.

DESCRIPTION

This proposal would establish a separate organ transplant program to be administered by the Missouri Kidney Program in the University of Missouri. This program would provide assistance for immunosuppressive medications and other services for other organ transplant patients. The Missouri Kidney Program would establish program guidelines and eligibility requirements and would coordinate its efforts with the divisions of Family Services and Medical Services in the Department of Social Services for the effective operation of the organ transplant program. Funds available for the organ transplant program are primarily used for providing pharmaceutical services. If other funds would be available, other services for the treatment of organ transplant patients may be provided.

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 Social Services
Coordinating Board for Higher Education
University of Missouri



Jeanne Jarrett, CPA
Director

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