

Fiscal Estimate - 2003 Session



Original



Updated



Corrected



Supplemental

LRB Number **03-2960/1**

Introduction Number **AB-447**

Subject

Health care purchasing alliances

Fiscal Effect

State:



No State Fiscal Effect



Indeterminate



Increase Existing
Appropriations



Increase Existing
Revenues



Increase Costs - May be possible to
absorb within agency's budget



Decrease Existing
Appropriations



Decrease Existing
Revenues



Yes



No



Create New Appropriations



Decrease Costs

Local:



No Local Government Costs



Indeterminate

1.

☐ Increase Costs

3.

☐ Increase Revenue

5.Types of Local Government
Units Affected



Permissive ☐ Mandatory



Permissive ☐ Mandatory



Towns



Village



Cities

2.

☐ Decrease Costs

4.

☐ Decrease Revenue



Counties



Others



Permissive ☐ Mandatory



Permissive ☐ Mandatory



School
Districts



WTCS
Districts

Fund Sources Affected



GPR



FED



PRO



PRS



SEG



SEGS 20.144 (1)(g)

Affected Ch. 20 Appropriations

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Date

10/29/2003

Fiscal Estimate Narratives

DFI 10/29/2003

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Assumptions Used in Arriving at Fiscal Estimate

This bill would have an impact on the operations of the Department to the extent that the articles of organization for the five proposed corporations would be submitted for examination and processing under Ch. 185 of the Wisconsin Statutes.

While the legislation provides that the content of the articles of organization of these five cooperatives would, to some degree, differ from that of a cooperative organized under the general provisions of Ch. 185. It would not be unduly difficult for the examiners to interpret and apply those differences in accordance with proposed s. 185.99, provided the articles of organization make clear that the cooperative is organized as a health benefit purchases cooperative under s. 185.99. The legislation calls for somewhat different organization requirements than a standard cooperative, but it is not clear whether or not those requirements are temporary or whether at some point the cooperatives included in this legislation would need to meet organization requirements for cooperatives in general.

Fiscal Effect

The cost to update our database structure to accommodate the new health benefit purchasing cooperatives, including creating a new record type and modifying searches and reports is estimated at approximately \$2,000.

With the five pilot cooperatives, there will be an increase to revenue of \$125 in the first year (5 new cooperatives with a filing fee of \$25) and on-going annual revenue increase of \$60, resulting from annual report fees (5 @ \$15).

Long-Range Fiscal Implications