

Fiscal Estimate - 2003 Session

Original
 Updated
 Corrected
 Supplemental

LRB Number 03-2960/1	Introduction Number AB-447
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Subject
 Health care purchasing alliances

Fiscal Effect

State:

<input type="checkbox"/> No State Fiscal Effect	<input type="checkbox"/> Increase Existing Revenues	<input checked="" type="checkbox"/> Increase Costs - May be possible to absorb within agency's budget
<input checked="" type="checkbox"/> Indeterminate	<input type="checkbox"/> Decrease Existing Revenues	<input type="checkbox"/> Yes <input checked="" type="checkbox"/> No
<input checked="" type="checkbox"/> Increase Existing Appropriations		<input type="checkbox"/> Decrease Costs
<input type="checkbox"/> Decrease Existing Appropriations		
<input type="checkbox"/> Create New Appropriations		

Local:

<input type="checkbox"/> No Local Government Costs			
<input checked="" type="checkbox"/> Indeterminate			
1. <input type="checkbox"/> Increase Costs	3. <input type="checkbox"/> Increase Revenue	5. Types of Local Government Units Affected	
<input type="checkbox"/> Permissive <input type="checkbox"/> Mandatory	<input type="checkbox"/> Permissive <input type="checkbox"/> Mandatory		<input type="checkbox"/> Towns <input type="checkbox"/> Village <input type="checkbox"/> Cities
2. <input type="checkbox"/> Decrease Costs	4. <input type="checkbox"/> Decrease Revenue		<input type="checkbox"/> Counties <input type="checkbox"/> Others
<input type="checkbox"/> Permissive <input type="checkbox"/> Mandatory	<input type="checkbox"/> Permissive <input type="checkbox"/> Mandatory		<input type="checkbox"/> School Districts <input type="checkbox"/> WTCS Districts

Fund Sources Affected	Affected Ch. 20 Appropriations
<input type="checkbox"/> GPR <input type="checkbox"/> FED <input type="checkbox"/> PRO <input type="checkbox"/> PRS <input type="checkbox"/> SEG <input type="checkbox"/> SEGS	

Agency/Prepared By OCI/ Jim Guidry (608) 264-6239	Authorized Signature Jorge Gomez (608) 266-3585	Date 9/25/2003
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Fiscal Estimate Narratives

OCI 9/25/2003

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Subject					
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Assumptions Used in Arriving at Fiscal Estimate

SB 204 requires OCI to promulgate a rule that would divide Wisconsin into 5 geographic areas for the purpose of organizing health care purchasing coops. While there is an expense for developing and promulgating any administrative rule, it may be possible for OCI to absorb those costs within OCI's existing budget, however, the requirements placed on OCI may require outside consultation.

It may be necessary to obtain actuarial assistance in order to determine the geographic breakdown of the five health purchasing co-operatives. Aligning the appropriate population and health care cost areas as well as other compiled demographic information as deemed necessary. OCI does not have an actuary on staff and would have to contract for those services.

Local Government costs are indeterminate. It is not possible to determine what cooperative health purchasing groups will be charging for health insurance premiums to determine if this will provide enough incentive for Local Government entities to shift their health care purchasing decisions.

Long-Range Fiscal Implications