

Fiscal Estimate - 2005 Session

Original
 Updated
 Corrected
 Supplemental

LRB Number 05-3122/1	Introduction Number AB-519
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Subject
 Require insurers to provide experience ratings to local governments to post on the Internet

Fiscal Effect

State:

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

<input type="checkbox"/> No Local Government Costs <input checked="" type="checkbox"/> Indeterminate 1. <input type="checkbox"/> Increase Costs <input type="checkbox"/> Permissive <input type="checkbox"/> Mandatory 2. <input type="checkbox"/> Decrease Costs <input type="checkbox"/> Permissive <input type="checkbox"/> Mandatory	3. <input type="checkbox"/> Increase Revenue <input type="checkbox"/> Permissive <input type="checkbox"/> Mandatory 4. <input type="checkbox"/> Decrease Revenue <input type="checkbox"/> Permissive <input type="checkbox"/> Mandatory	5. Types of Local Government Units Affected <input type="checkbox"/> Towns <input type="checkbox"/> Village <input type="checkbox"/> Cities <input type="checkbox"/> Counties <input type="checkbox"/> Others <input type="checkbox"/> School Districts <input type="checkbox"/> WTCS Districts
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Fund Sources Affected	Affected Ch. 20 Appropriations
<input type="checkbox"/> GPR <input type="checkbox"/> FED <input type="checkbox"/> PRO <input checked="" type="checkbox"/> PRS <input type="checkbox"/> SEG <input type="checkbox"/> SEGS s. 20.505(1)(kL)	

Agency/Prepared By	Authorized Signature	Date
DOA/ Mary Massey (608) 267-2099	Martha Kerner (608) 266-1359	7/18/2005

Fiscal Estimate Narratives

DOA 7/18/2005

LRB Number 05-3122/1	Introduction Number AB-519	Estimate Type Original
Subject Require insurers to provide experience ratings to local governments to post on the Internet		

Assumptions Used in Arriving at Fiscal Estimate

If enacted, this bill would require the department to establish and maintain a website where information related to local government health insurance claims and bids would be maintained.

This estimate assumes the site would be fully automated. Local government units would directly enter their requests for summary health claim information. Health insurance providers would also submit their reports electronically to that site. If this process cannot be fully automated, additional staff would be required to scan and post this information from paper documents.

The Department estimates one-time costs for analysis, design, testing and training at \$34,000 (680 hours @ \$50 per hour for salary and fringe). Annual costs totaling \$9,400 include 80 hours staff per year @ \$50 per hour and website/storage of \$5,400 per year.

There is insufficient information available to estimate the local government impact.

Long-Range Fiscal Implications

Unknown

Fiscal Estimate Worksheet - 2005 Session

Detailed Estimate of Annual Fiscal Effect

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Subject			
Require insurers to provide experience ratings to local governments to post on the Internet			
I. One-time Costs or Revenue Impacts for State and/or Local Government (do not include in annualized fiscal effect):			
\$34,000 for analysis, development, testing, and training. This is based on 680 hours @ \$50 per hour.			
II. Annualized Costs:		Annualized Fiscal Impact on funds from:	
		Increased Costs	Decreased Costs
A. State Costs by Category			
	State Operations - Salaries and Fringes	\$	
	(FTE Position Changes)		
	State Operations - Other Costs	9,400	
	Local Assistance		
	Aids to Individuals or Organizations		
	TOTAL State Costs by Category	\$9,400	\$
B. State Costs by Source of Funds			
	GPR		
	FED		
	PRO/PRS (PRS)	9,400	
	SEG/SEG-S		
III. State Revenues - Complete this only when proposal will increase or decrease state revenues (e.g., tax increase, decrease in license fee, etc.)			
		Increased Rev	Decreased Rev
	GPR Taxes	\$	\$
	GPR Earned		
	FED		
	PRO/PRS		
	SEG/SEG-S		
	TOTAL State Revenues	\$	\$
NET ANNUALIZED FISCAL IMPACT			
		<u>State</u>	<u>Local</u>
	NET CHANGE IN COSTS	\$9,400	\$
	NET CHANGE IN REVENUE	\$	\$
Agency/Prepared By		Authorized Signature	Date
DOA/ Mary Massey (608) 267-2099		Martha Kerner (608) 266-1359	7/18/2005