

Fiscal Estimate - 2013 Session

Original
 Updated
 Corrected
 Supplemental

LRB Number 13-0858/1	Introduction Number AB-0392	
Description Copayments, deductibles, or coinsurance for oral chemotherapy and injected or intravenous chemotherapy		
Fiscal Effect		
State:		
<input type="checkbox"/> No State Fiscal Effect <input checked="" 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 type="checkbox"/> Increase Costs - May be possible to absorb within agency's budget <input type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Decrease Costs	
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		
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	Authorized Signature	Date
OCI/ J.P. Wieske (608) 266-2493	Dan Schwartzer (608) 267-1233	11/7/2013

Fiscal Estimate Narratives

OCI 11/7/2013

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Assumptions Used in Arriving at Fiscal Estimate

The state fiscal estimate is indeterminate. The bill requires insurers to change their cost sharing provision to eliminate the differences in cost sharing between chemotherapy delivered orally (and reimbursed through the drug plan) and chemotherapy delivered by other means (reimbursed under the medical plan. However, insurers are not allowed to match the cost sharing if the cost sharing covered under the drug plan was lower. This will potentially require OCI to conduct rule-making to define how to determine cost sharing. It will require OCI to monitor these changes, and to collect information we do not currently collect.

The local fiscal effect is indeterminate. Local government health benefit plans could experience an increase in costs with the passage of this bill if they are required to reduce any current deductible, coinsurance, or copayment amounts for oral chemotherapy that are set at a higher amount than other forms of chemotherapy. OCI does not collect the required information related to the design, participation levels and cost of local government health benefit plans to make a fiscal effect determination.

Long-Range Fiscal Implications