

Fiscal Estimate - 2005 Session

Original
 Updated
 Corrected
 Supplemental

LRB Number 05-2680/1	Introduction Number AB-446
Subject	
Individual, corporate income tax credit for primary care physicians who are under-reimbursed by medical assistance	
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 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	
<input type="checkbox"/> GPR <input type="checkbox"/> FED <input type="checkbox"/> PRO <input type="checkbox"/> PRS <input type="checkbox"/> SEG <input type="checkbox"/> SEGS	
Affected Ch. 20 Appropriations	
Agency/Prepared By	Authorized Signature
DHFS/ Ellen Hadidian (608) 266-8155	Andy Forsaith (608) 266-7684
Date	
6/22/2005	

Fiscal Estimate Narratives

DHFS 6/23/2005

LRB Number	05-2680/1	Introduction Number	AB-446	Estimate Type	Original
Subject					
Individual, corporate income tax credit for primary care physicians who are under-reimbursed by medical assistance					

Assumptions Used in Arriving at Fiscal Estimate

This bill creates a nonrefundable individual and corporate income tax credit for primary care physicians for certain costs of providing medical services that are not reimbursed under the Medical Assistance program. Physicians participating in the program may claim a credit that is 50% of the physician's unreimbursed costs that are incurred in a taxable year. The credit may be claimed only up to the taxpayer's tax liability. AB 446 defines unreimbursed costs as the difference between a physician's usual and customary charges for providing services and the amount paid to the physician for the services by Medical Assistance.

Access to primary care physicians in Medicaid is generally good. It is, therefore, unlikely that AB 446 will increase participation by providers or have an impact on expenditures in the Medicaid fee-for-services physician program.

Long-Range Fiscal Implications