Fiscal Estimate - 2009 Session

Original Updated	Corrected Supple	mental					
LRB Number 09-1487/1	Introduction Number AB-004	4					
Description The Volunteer Health Care Provider Program							
Fiscal Effect							
Appropriations Reve	ease Existing enues rease Existing enues to absorb within agency enues Decrease Costs						
Local: No Local Government Costs Indeterminate 1. Increase Costs Permissive Mandatory 2. Decrease Costs Permissive Mandatory Permissive Mandatory Permissive Mandatory Permissive Mandatory Decrease Revenue Permissive Mandatory Districts 5. Types of Local Government Units Affected Towns Counties Counties Others School Districts Districts							
Fund Sources Affected Affected Ch. 20 Appropriations GPR FED PRO PRS SEG SEGS							
Agency/Prepared By	Authorized Signature	Date					
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Fiscal Estimate Narratives DHS 3/6/2009

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Description							
The Volunteer Health Care Provider Program							

Assumptions Used in Arriving at Fiscal Estimate

Under current law, a health care provider and nonprofit agency can petition DOA to allow the provider to provide, without charge to low-income patients, health care services, including health education, office visits, prescriptions and, for dentists, simple tooth extracting and necessary related suturing. The health care provider becomes a state agent of the Department for the provision of these services. If a civil action arises out of an act committed by the provider during the lawful course of that person's duties, the state provides legal counsel and any judgments against the provider are paid by the state and capped at \$250,000. However, a governmental unit need not provide or pay for legal representation if the provider's malpractice insurance provides representation.

This bill adds chiropractors and physical therapists to the list of those who can petition to become volunteer health care providers and gives health care providers who provide services under the volunteer program the status of state agents of DHS, regardless of whether the provider has medical malpractice insurance coverage that would extend to the provision of the volunteer services. The bill makes exceptions for volunteer health care providers from current provisions in state law that (a) limit payment by the state to damages and costs in excess of applicable insurance coverage and (b) limit the state's duty to provide or pay for legal representation to the extent that applicable insurance provides that representation. However, the bill does not remove the current \$250,000 cap on the amount recoverable from a proceeding against a state officer, employee, or agent.

Liability claims against the state are paid from funds administered by the Department of Administration. The Department pays premiums to DOA for liability insurance. The Department paid \$271,975 for liability insurance and \$105,066 for medical malpractice insurance in SFY 09. If these volunteer health care providers were added to the Department for liability purposes, and claims were made against them, the Department's liability premiums would also increase. However, the amount by which the premiums will increase as a result of the bill cannot be estimated.

Long-Range Fiscal Implications