

### Fiscal Estimate - 2011 Session

Original       Updated       Corrected       Supplemental

<b>LRB Number</b> <b>11-4265/1</b>	<b>Introduction Number</b> <b>SB-563</b>
------------------------------------	--

**Description**  
 Requiring legislation for agencies to take an action to, request federal moneys to, and use state moneys to assist the federal government to implement federal health reform and reports on implementation of federal health reform

**Fiscal Effect**

**State:**

No State Fiscal Effect

Indeterminate

Increase Existing Appropriations

Decrease Existing Appropriations

Create New Appropriations

Increase Existing Revenues

Decrease Existing Revenues

Increase Costs - May be possible to absorb within agency's budget

Yes       No

Decrease Costs

**Local:**

No Local Government Costs

Indeterminate

1.  Increase Costs

Permissive  Mandatory

2.  Decrease Costs

Permissive  Mandatory

3.  Increase Revenue

Permissive  Mandatory

4.  Decrease Revenue

Permissive  Mandatory

**5. Types of Local Government Units Affected**

Towns       Village       Cities

Counties       Others

School Districts       WTCS Districts

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

<b>Agency/Prepared By</b>	<b>Authorized Signature</b>	<b>Date</b>
OCI/ Jim Guidry (608) 264-6239	Dan Schwartzer (608) 267-1233	3/26/2012

## Fiscal Estimate Narratives

OCI 3/26/2012

LRB Number	11-4265/1	Introduction Number	SB-563	Estimate Type	Original
<b>Description</b> Requiring legislation for agencies to take an action to, request federal moneys to, and use state moneys to assist the federal government to implement federal health reform and reports on implementation of federal health reform					

### Assumptions Used in Arriving at Fiscal Estimate

SB 563 will place limits the ability of the Office of the Commissioner of Insurance (OCI) to carry out certain functions critical to regulating the health insurance market in Wisconsin. OCI staff will need to understand federal law, with its ongoing interpretations from the federal government, how it intersects with state law and ultimately what is required of the industry as a whole.

SB 563 specifies that no agency may expend any moneys of the state to implementing specific portions of the Patient Protection and Affordable Care Act (PPACA) unless the state legislature has enacted legislation to allow the agency to expend those moneys and the legislation is in effect. The fiscal effect of this bill is indeterminate. If PPACA is overturned by the U.S. Supreme Court this bill would have no impact on OCI's regulatory activities and thus have no fiscal effect. If PPACA is not overturned, OCI would need to draft legislation allowing the agency to spend state agency funds to carry out some of OCI's regulatory activities.

It is important to note that SB 563 preserves OCI's existing efforts and authority related to normal regulatory activities involved with regulated entities complying with PPACA.

### Long-Range Fiscal Implications