

FISCAL NOTE

Return in triplicate)

Bill/Resolution No.: SB 2450 Amendment to: _____

Requested by Legislative Council Date of Request: 1-25-93

1. Please estimate the fiscal impact (in dollar amounts) of the above measure for state general or special funds, counties, and cities.

Narrative:

The licensing of hospital revenue review agents differs significantly from the traditional licensing functions of the Insurance Department. Implementation costs will be substantial and licensing revenues difficult to project.

See Attachment.

2. State fiscal effect in dollar amounts:

	<u>1991-93</u> <u>Biennium</u>		<u>1993-95</u> <u>Biennium</u>		<u>1995-97</u> <u>Biennium</u>	
	<u>General</u> <u>Fund</u>	<u>Special</u> <u>Funds</u>	<u>General</u> <u>Fund</u>	<u>Special</u> <u>Funds</u>	<u>General</u> <u>Fund</u>	<u>Special</u> <u>Funds</u>
Revenues:	0	0	0	37,500	0	37,500
Expenditures:	0	0	0	177,000	0	177,000

3. What, if any, is the effect of this measure on the appropriation for your agency or department:

- a. For rest of 1991-93 biennium: 0
- b. For the 1993-95 biennium: 177,000
- c. For the 1995-97 biennium: 177,000

4. County and City fiscal effect in dollar amounts:

	<u>1991-93</u> <u>Biennium</u>		<u>1993-95</u> <u>Biennium</u>		<u>1995-97</u> <u>Biennium</u>	
	<u>Counties</u>	<u>Cities</u>	<u>Counties</u>	<u>Cities</u>	<u>Counties</u>	<u>Cities</u>
	0	0	0	0	0	0

If additional space is needed, attach a supplemental sheet.

Signed William J Lardy
Typed Name Bill Lardy

Date Prepared: 2/1/93

Department Insurance Department

Phone Number 224-2440

	<u>First Year of Biennium</u>	<u>Second Year of Biennium</u>
Salaries and Benefits:		
Clerical (.5 FTE)	\$ 7,500	\$ 7,500
Data entry/programmer (.5 FTE)	9,000	9,000
Professional: Contract Analyst/ Investigator (1 FTE)	40,000	40,000
Equipment	25,000	25,000
Operating	<u>19,500</u>	<u>19,500</u>
	\$101,000	\$76,000

Biennium Total - \$177,000

Using the experience of utilization review agents certification with 75 certified during the biennium:

75 agents x \$500 application fee - \$37,500