

FISCAL NOTE

Requested by Legislative Council
11/04/2011

Bill/Resolution No.: HB 1474

1A. State fiscal effect: *Identify the state fiscal effect and the fiscal effect on agency appropriations compared to funding levels and appropriations anticipated under current law.*

	2009-2011 Biennium		2011-2013 Biennium		2013-2015 Biennium	
	General Fund	Other Funds	General Fund	Other Funds	General Fund	Other Funds
Revenues						\$10,175,783
Expenditures				\$39,596,372		\$10,175,783
Appropriations				\$39,275,128		\$10,175,783

1B. County, city, and school district fiscal effect: *Identify the fiscal effect on the appropriate political subdivision.*

2009-2011 Biennium			2011-2013 Biennium			2013-2015 Biennium		
Counties	Cities	School Districts	Counties	Cities	School Districts	Counties	Cities	School Districts

2A. Bill and fiscal impact summary: *Provide a brief summary of the measure, including description of the provisions having fiscal impact (limited to 300 characters).*

Creates a state health benefit exchange division and board; provides funding to develop and implement a state operated health benefit exchange system.

B. Fiscal impact sections: *Identify and provide a brief description of the sections of the measure which have fiscal impact. Include any assumptions and comments relevant to the analysis.*

Section 1: Allows board and committee compensation of per diem, and reimbursement for mileage and travel expenses. Allows the board to charge assessments and user fees to support board, division and exchange operations.

Section 6: Provides an appropriation of \$2,060,378 of federal funds and 9.00 fte for the office of management and budget health benefit exchange division to establish and operate the division.

Section 7: Provides an appropriation of \$35,964,750 of special funds and 19.00 fte for the information technology department to establish and implement the health benefit exchange.

Section 8: Provides an appropriation of \$500,000 of special funds to the office of management and budget health benefit exchange division for operations of the navigation office.

Section 9: Provides a transfer of \$750,000 from the Insurance Department to the office of management and budget health benefit exchange division for the purposes of planning, establishing and administering the North Dakota health benefit exchange.

3. State fiscal effect detail: *For information shown under state fiscal effect in 1A, please:*

A. Revenues: *Explain the revenue amounts. Provide detail, when appropriate, for each revenue type and fund affected and any amounts included in the executive budget.*

Section 1 of the bill provides that the board may charge assessments or user fees to generate funding for board, division and exchange operations. Assessments or fees would be collected to cover the projected operating expenditures of \$10,175,783.

B. Expenditures: *Explain the expenditure amounts. Provide detail, when appropriate, for each agency, line item, and fund affected and the number of FTE positions affected.*

2011-2013: \$39,596,372

\$3,310,378 to the Office of Management and Budget for the purposes of operating the health benefit exchange division

\$321,244 to the Office of Management and Budget for the expenditures of the board and advisory and technical committees.

\$35,964,750 to the Information Technology Department for the purposes of establishing and implementing the health benefit exchange.

2013-2015: \$10,175,783

\$3,229,103 to the Office of Management and Budget for the expenditures of operating the health benefit exchange division and for the expenditures of the board and advisory and technical committees.

\$6,946,680 to the Information Technology Department for the purposes of establishing and implementing the health benefit exchange.

C. Appropriations: *Explain the appropriation amounts. Provide detail, when appropriate, for each agency and fund affected. Explain the relationship between the amounts shown for expenditures and appropriations. Indicate whether the appropriation is also included in the executive budget or relates to a continuing appropriation.*

2011-2013: \$39,275,128

\$3,310,378 to the Office of Management and Budget for the purposes of operating the health benefit exchange division

\$35,964,750 to the Information Technology Department for the purposes of establishing and implementing the health benefit exchange.

2013-2015: \$10,175,783

\$3,229,103 to the Office of Management and Budget for the expenditures of operating the health benefit exchange division and for the expenditures of the board and advisory and technical committees.

\$6,946,680 to the Information Technology Department for the purposes of establishing and implementing the health benefit exchange.

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