



GOVERNOR'S OFFICE OF
BUDGET AND PROGRAM PLANNING

Fiscal Note 2015 Biennium

Bill #	HB0623	Title:	Generally revise laws related to health care and health insurance
Primary Sponsor:	Bangerter, Liz	Status:	As Amended in House Committee

- Significant Local Gov Impact
 Needs to be included in HB 2
 Technical Concerns
 Included in the Executive Budget
 Significant Long-Term Impacts
 Dedicated Revenue Form Attached

FISCAL SUMMARY

	<u>FY 2014 Difference</u>	<u>FY 2015 Difference</u>	<u>FY 2016 Difference</u>	<u>FY 2017 Difference</u>
Expenditures:				
General Fund	\$9,000		\$0	\$0
Revenue:				
General Fund	\$0	\$0	\$0	\$0
Net Impact-General Fund Balance:	<u>(\$9,000)</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>

Description of fiscal impact: This bill establishes practice requirements for the WWAMI program and provides an appropriation from the proceeds of a conversion transaction of a nonprofit health entity.

FISCAL ANALYSIS

Assumptions:

1. HB 623, as amended, has no fiscal impact to the Legislative Branch, to the Department of Justice, nor to the Department of Public Health and Human Services.
2. Section 6 of the bill contains an appropriation of \$9,000 from the general fund for the 2015 biennium.
3. Students entering medical school beginning in Academic Year 2013-2014 will not be eligible for the work requirement for seven years. The appropriation expires at the end of the 2015 biennium with any unspent appropriation reverting to the general fund. It is anticipated that the funding will be spent on the development of a computer system to verify and monitor students in the program.
4. New Section 5 directs the first \$9,000 of proceeds of a conversion transaction that are public assets to the general fund. Due to the inability to determine any available funding resulting from a transaction of this nature, revenue is unknown on not shown on this fiscal note.

	<u>FY 2014 Difference</u>	<u>FY 2015 Difference</u>	<u>FY 2016 Difference</u>	<u>FY 2017 Difference</u>
<u>Fiscal Impact:</u>				
<u>Expenditures:</u>				
Operating Expenses	\$9,000	\$0	\$0	\$0
Transfers	\$0	\$0	\$0	\$0
TOTAL Expenditures	\$9,000	\$0	\$0	\$0
<u>Funding of Expenditures:</u>				
General Fund (01)	\$9,000	\$0	\$0	\$0
TOTAL Funding of Exp.	\$9,000	\$0	\$0	\$0
<u>Revenues:</u>				
General Fund (01)	\$0	\$0	\$0	\$0
TOTAL Revenues	\$0	\$0	\$0	\$0
<u>Net Impact to Fund Balance (Revenue minus Funding of Expenditures):</u>				
General Fund (01)	(\$9,000)	\$0	\$0	\$0

Technical Notes:

Office of the Commissioner of Higher Education

1. As currently written, the provisions of the bill take effect beginning with the AY 2013-2014 entering WWAMI medical class; these students applied to medical school this past summer-fall and have already been accepted into their programs for fall 2013 entrance. Implementation of the bill may place current year applicants at a disadvantage, because they were not aware of the practice obligation prior to making application to and accepting offers of admission from the University of Washington.
2. As written, Section 9 requires students to return to practice for 4 years “upon graduation from medical school”. Graduates would not be eligible to return and practice independently until they complete their medical training (residency training, internships, fellowships, etc.) which could be 3-7+ years after graduation from medical school (depending on type of practice or specialty).
3. The Montana Rural Physician Incentive Program (MRPIP) would be phased out with the passage of HB 623.

Sponsor’s Initials

Date

Budget Director’s Initials

Date