



GOVERNOR'S OFFICE OF
BUDGET AND PROGRAM PLANNING

Fiscal Note 2023 Biennium

Bill # HB0423

Title: Revise laws to provide for additional screening of newborn infants

Primary Sponsor: Lenz, Dennis R

Status: As Amended in Senate 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 2022 Difference</u>	<u>FY 2023 Difference</u>	<u>FY 2024 Difference</u>	<u>FY 2025 Difference</u>
Expenditures:				
General Fund	\$0	\$0	\$0	\$0
State Special Revenue	\$1,904	\$1,654	\$1,679	\$1,704
Federal Special Revenue	\$0	\$0	\$0	\$0
Revenue:				
General Fund	\$0	\$0	\$0	\$0
State Special Revenue	\$1,904	\$1,654	\$1,679	\$1,704
Federal Special Revenue	\$0	\$0	\$0	\$0
Net Impact-General Fund Balance:	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>

Description of fiscal impact: As amended, HB 423 increases the number of members on the newborn screening advisory committee (committee) from eight to 12 members, resulting in additional costs for per diem and travel. As amended, the bill requires that the committee give priority to reviewing whether it should recommend Krabbe disease testing be added to the Montana newborn screening panel. The bill no longer mandates the committee recommend Krabbe and removes provisions that require the Department of Public Health and Health and Human Services Director to disband the committee if it fails to recommend the addition of Krabbe to the Montana newborn screening panel.

FISCAL ANALYSIS

Assumptions:

- To establish the newborn screening advisory committee as amended, operating costs are estimated to include two meetings per year for 12 members, resulting in per diem cost of \$30.50 per member, per meeting, for a

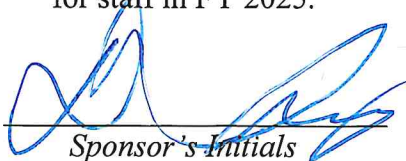

total of \$732 per year; and mileage of 100 miles per member at \$0.56 cents per mile for a total estimated mileage cost of \$672 per year. These ongoing operating expenditures of \$1,404 would be funded with 100% state special revenue newborn screening funds.

2. The department estimates ten pages of associated rulemaking in the passage of this bill at \$50 per page for a FY 2022 cost of \$500, with an ongoing cost in following years estimated at five pages of associated rulemaking at \$250 per year for any new testing established by the committee expected to affect rule definitions. Rulemaking expenditures would be funded with 100% state special revenue funds.
3. Ongoing operating costs are inflated by 1.5% per year in FY 2024 and FY 2025.

	<u>FY 2022</u> <u>Difference</u>	<u>FY 2023</u> <u>Difference</u>	<u>FY 2024</u> <u>Difference</u>	<u>FY 2025</u> <u>Difference</u>
<u>Fiscal Impact:</u>				
FTE	0.00	0.00	0.00	0.00
<u>Expenditures:</u>				
Personal Services	\$0	\$0	\$0	\$0
Operating Expenses	\$1,904	\$1,654	\$1,679	\$1,704
TOTAL Expenditures	<u>\$1,904</u>	<u>\$1,654</u>	<u>\$1,679</u>	<u>\$1,704</u>
<u>Funding of Expenditures:</u>				
General Fund (01)	\$0	\$0	\$0	\$0
State Special Revenue (02)	\$1,904	\$1,654	\$1,679	\$1,704
TOTAL Funding of Exp.	<u>\$1,904</u>	<u>\$1,654</u>	<u>\$1,679</u>	<u>\$1,704</u>
<u>Revenues:</u>				
General Fund (01)	\$0	\$0	\$0	\$0
State Special Revenue (02)	\$0	\$0	\$0	\$0
TOTAL Revenues	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>

Technical Notes:

1. The bill’s preamble states that the intent of the legislature is to ensure additional lysosomal storage disorders—MPS I, Pompe, Gaucher, Fabry, and Krabbe—and other diseases be added to the newborn screening panel for each infant born in Montana. If the tests specifically identified in the preamble are recommended and the statutory conditions for adoption are met, budget authority would need to be added to this fiscal note to cover equipment and staffing costs. The diseases listed above would require the purchase of \$939,560 in equipment and testing reagents and \$90,498 in staff and training in FY 2022 and cannot be absorbed within existing resources. Maintaining these testing requirements would cost \$151,695 for instrument maintenance and testing reagents plus \$77,754 for staff in FY 2023; \$154,842 for instrument maintenance and testing reagents and \$77,505 for staff in FY 2024; and \$158,083 for instrument maintenance and testing reagents and \$77,754 for staff in FY 2025.

 _____ Sponsor's Initials	4-6-21 _____ Date	 _____ Budget Director's Initials	4-5-21 _____ Date
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