

LEGISLATIVE FISCAL OFFICE
Fiscal Note



Fiscal Note On: **SB 35** SLS 13RS 298
 Bill Text Version: **ORIGINAL**
 Opp. Chamb. Action:
 Proposed Amd.:
 Sub. Bill For.:

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Dept./Agy.: DHH	Analyst: Jennifer Katzman
Subject: Diabetes & obesity annual action plans	

HEALTH/HOSPITALS DEPT. OR INCREASE GF EX See Note Page 1 of 1
 Provides for health action plans by the Department of Health and Hospitals.

Proposed law requires the Department of Health and Hospitals (DHH) to prepare and submit two annual action plans with regard to the impacts that diabetes and obesity are having on Louisiana to the legislative committees on Health & Welfare. The reports shall both include the financial impact of diabetes and obesity, an assessment of diabetes and obesity prevention programs and activities, the level of coordination and activities amongst DHH and its contracted partners and other diabetes/obesity stakeholders, and plans for the prevention of diabetes and obesity with budgets included.

EXPENDITURES	2013-14	2014-15	2015-16	2016-17	2017-18	5 -YEAR TOTAL
State Gen. Fd.	\$479,530	\$451,000	\$451,000	\$451,000	\$451,000	\$2,283,530
Agy. Self-Gen.	\$0	\$0	\$0	\$0	\$0	\$0
Ded./Other	\$0	\$0	\$0	\$0	\$0	\$0
Federal Funds	\$0	\$0	\$0	\$0	\$0	\$0
Local Funds	\$0	\$0	\$0	\$0	\$0	\$0
Annual Total	\$479,530	\$451,000	\$451,000	\$451,000	\$451,000	\$2,283,530

REVENUES	2013-14	2014-15	2015-16	2016-17	2017-18	5 -YEAR TOTAL
State Gen. Fd.	\$0	\$0	\$0	\$0	\$0	\$0
Agy. Self-Gen.	\$0	\$0	\$0	\$0	\$0	\$0
Ded./Other	\$0	\$0	\$0	\$0	\$0	\$0
Federal Funds	\$0	\$0	\$0	\$0	\$0	\$0
Local Funds	\$0	\$0	\$0	\$0	\$0	\$0
Annual Total	\$0	\$0	\$0	\$0	\$0	\$0

EXPENDITURE EXPLANATION

To the extent that this legislation requires a new statewide program, it is anticipated that there will be an increase of \$479,530 in SGF expenditures in FY 14 and \$451,000 in future fiscal years for personnel and operational expenditures. This cost is based on a provision in the legislation requiring the development of a detailed budget for implementation of the action plans to implement statewide diabetes and obesity programs within DHH. However, it is unclear from the legislation whether implementation is restricted to Bayou Health. The LFO assumes that the data compilation component of the legislation from the Bayou Health plans can be performed at no additional cost. Increased costs are anticipated to arise from new program functions which include: assessing the fiscal impact of diabetes and obesity on Bayou Health and DHH, determining the level of coordination between Bayou Health and other non-state programs, and developing the action plans with programmatic expenditures to address diabetes and obesity as a statewide initiative. These expenditures are estimated on the following costs:

- \$65,000 - Registered Nurse salary
- \$55,000 - Program Monitor salary
- \$73,818 - Program Manager salary
- \$72,682 - Related Benefits
- \$266,500 - Subtotal personnel costs
- \$180,000 - Professional services contracts for external quality review organization (\$100,000) & actuary (\$400/hr for 200 hours = \$80,000)
- \$4,500 - Travel for 3 personnel
- \$28,530 - One-time expenditure for initial startup supplies and equipment (computers, office equipment)
- \$479,530 - Total potential FY 14 expenditures**
- (\$28,530) - One-time startup expenditures
- \$451,000 - Total FY 15 and subsequent year expenditures**

REVENUE EXPLANATION

There is no anticipated direct material effect on governmental revenues as a result of this measure.

<u>Senate</u>	<u>Dual Referral Rules</u>	<u>House</u>
<input checked="" type="checkbox"/> 13.5.1 >= \$100,000 Annual Fiscal Cost {S&H}	<input checked="" type="checkbox"/> 6.8(F) >= \$500,000 Annual Fiscal Cost {S}	
<input type="checkbox"/> 13.5.2 >= \$500,000 Annual Tax or Fee Change {S&H}	<input type="checkbox"/> 6.8(G) >= \$500,000 Tax or Fee Increase or a Net Fee Decrease {S}	

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