N.C. GENERAL ASSEMBLY LEGISLATIVE FISCAL NOTE Fiscal Research 733-4910 · · Prepared By: Gregory Berns |Date Prepared Bill No. |Edition: 1st Approved By: TOMCMay 10, 1989 SB 674Senator Thomas TaftMAY 15, 1989Sponsor: Short Title: Free Vaccine To Health Providers Requested by Rep. Peggy Wilson · · TYPE OF FISCAL IMPACT | FUNDS AFFECTED: () Other: +----+(x) General () Highway () Local County/+------+ County/+-----State Local State Fiscal ImpactFYFYFYGov't89-9090-91 No Fiscal Impact () () State Total Req'ments \$1,549,614 \$3,053,004 Receipts/Revenues -Increase Expenditure (x) () Net State Expend./Rev. \$1,549,614 \$3,053,004 No. of Positions 6 6 Decrease Expenditure () () +-----+ Local Fiscal ImpactFYFY89-9090-91 Increase Revenue () () Local Total Req'ments None None Decrease Revenue () () Receipts/Revenues Net Local Expend./Rev. No Estimate Avail. () () No. of Positions ______

Description of Legislation

- Summary of Legislation Department of Human Resources would be required to provide vaccines required by G.S. 130A-152 (DTP, Polio, Measles, Mumps, Rubella) to all health care providers without charge.
- 2. Effective Date January 1, 1990
- 3. Fund or Tax Affected General Fund
- 4. Principal Department/Program Affected Department of Human Resources, Division of Health Services

Cost or Revenue Impact on State

				FY 88-89	FY 89-90	FY				
1. Non-Recurring Costs/Revenues										
2. Recurring Costs/Revenues				\$1,549,614	\$3,053,004					
3. Fiscal/Revenue Assumptions - Estimate that of all vaccines administered in the State, 60% are administered through public health agencies and 40% through the private health sector.										
Cost/Rev	renue Impact on C	ounty or	Local Gove	rnment FY 88-89	FY 89-90	FY				
1. Non-Recurring Costs/Revenues 2. Recurring Costs/Revenues 3. Fiscal/Revenue Assumptions										
Sources of Data for Fiscal Note: Division of Health Services										
Technical Considerations/Comments										
Increased Expenditure Calculations:										
Vaccine	Number of Doses	Cost 89-90	Total	Funds in Continuation Budget	Additional Funds Needed					
DTP	288,400 (Pub) 192,266 (Pr) >	\$7.00	\$3,364,662	\$2,018,800	\$1,345,862					
Polio	250,000 (Pub) 166,666 (Pr) >	\$1.92	\$799,998	\$480,000	\$319,998					

MMR	63,500 (Pub) 42,332 (Pr)	\$18.00	\$1,904,967	\$1,143,000	\$761,976
Total	\$2,427,836				
Add: 5%	121,392				
Add: Dis	275,000				

Grand Total \$2,824,228 Half Year Implementation Cost \$1,549,614 Funds in Additional Continuation Number of Cost Funds Vaccine Doses 90-91 Total Budget Needed DTP 297,052 (Pub) 198,034 (Pr) > \$7.25 \$3,589,373 \$2,153,627 \$1,435,746 Polio 257,500 (Pub) 171,666 (Pr) > \$2.00 \$858,332 \$515,000 \$343,332 MMR 65,000 (Pub) 43,332 (Pr) > \$20.00 \$2,166,640 \$1,300,000 \$866,640 Total \$2,645,718 132,286 Add: 5% Sales Tax 275,000 Add: Distribution Costs* Grand Total \$3,053,004

* A separate vaccine distribution system will need to be developed for private sector health providers. Distribution costs include refrigeration/storage capabilities, materials and supplies, private courier service and an additional 6 staff positions.

Events which may result in increased expenditures but whose costs cannot be estimated at this time include:

- o Changes in the vaccine law, requiring new or additional vaccines to be administered.
- O Changes in vaccine administration practice by private sector providers. Under the Bill, there are no distribution limits for private sector providers. Under disease outbreak situation (such as the measles outbreak this past year) administration of vaccines could dramatically increase. The State would be required under this Bill to provide providers all the vaccines they requested.



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