

## Ohio Legislative Service Commission

Office of Research and Drafting

Legislative Budget Office

H.B. 412 133<sup>rd</sup> General Assembly

# Fiscal Note & Local Impact Statement

Click here for H.B. 412's Bill Analysis

Version: As Passed by the Senate

Primary Sponsors: Reps. Clites and Ginter

**Local Impact Statement Procedure Required: No** 

Jacquelyn Schroeder, Senior Budget Analyst

## **Highlights**

- The Ohio Department of Health (ODH) will experience an increase in costs to produce the required report on the incidence of rare diseases in Ohio. Total costs will depend on a number of factors including the number of diseases analyzed, the number of individuals impacted, the current availability of this information, and the method of data collection.
- State agencies participating on the Rare Disease Advisory Council may realize a minimal cost related to reimbursements for actual and necessary expenses incurred by Council members.

## **Detailed Analysis**

## **Rare Disease Advisory Council**

The bill establishes the Rare Disease Advisory Council for the purpose of advising the General Assembly regarding research, diagnosis, and treatment efforts related to rare diseases across the state. The bill outlines the Council's membership and duties, which are to prepare and submit a report to the General Assembly detailing (1) the coordination of statewide efforts for studying the incidence of rare diseases in this state, (2) the Council's findings and recommendations regarding rare disease research and care in this state, and (3) efforts to promote collaboration among rare disease organizations, clinicians, academic research institutions, and the General Assembly to better understand the incidence of rare diseases. The Council is to consist of 25 members and is required to meet at least quarterly. Members are to serve without compensation except to the extent that serving on the Council is considered part of the member's regular duties of employment. The Council is required to reimburse each member for actual and necessary expenses incurred in the performance of the member's official duties.

#### **Fiscal impact**

The bill should not have a significant fiscal impact for any state agency with staff members who are appointed to the Council, though staff time may be spent performing official Council business.<sup>1</sup> The bill indicates that Council members may be reimbursed for actual and necessary expenses incurred; LSC staff assumes that participating state agencies would provide this reimbursement.

#### **Ohio Department of Health reporting requirements**

The bill also requires the Director of Health, not later than three years after the effective date, to publish a report detailing the incidence of rare diseases in Ohio. The report is required to include data regarding individuals who have been diagnosed with rare diseases, disaggregated by gender, race, ethnicity, socioeconomic status, and type of insurance coverage. After the first report, subsequent reports are required to be published every two years.

#### **Fiscal impact**

The Ohio Department of Health (ODH) will experience an increase in costs to produce the required report. The costs will depend on various factors including the number of diseases analyzed, the number of individuals impacted, the current availability of this information, and the method of data collection. ODH anticipates that there could be initial costs of about \$500,000 to develop a database or to modify an existing one to collect this data. In addition, ODH anticipates that one-half of a full-time equivalent employee would be needed to monitor the data, respond to questions, etc. It is possible that there could be indirect costs to government entities such as government-owned hospitals, if ODH requested data concerning rare diseases from these entities.

### Chemical emergency response and preparedness plans

The bill authorizes the Emergency Response Commission to exempt a local emergency planning committee of an emergency planning district from conducting an annual exercise of its chemical emergency response and preparedness plan if conducting that exercise is likely to have an adverse effect on the public health or safety or the environment of its emergency planning district. The bill specifies that an exemption applies only for one year. The bill also declares these provisions to be an emergency measure.

## Fiscal impact

It is possible that a local emergency planning committee may realize a decrease in costs if an annual exercise is delayed or not conducted during the one year the provision is applicable. Similarly, the State Emergency Response Commission of the Ohio Emergency Management Agency may realize a decrease or postponement of costs if annual exercises are

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<sup>&</sup>lt;sup>1</sup> State agencies to be represented on the Council include the departments of Health, Medicaid, Insurance, as well as the Commission on Minority Health. In addition, members also include the Governor or the Governor's designee, two members of the Senate, and two members of the House of Representatives.

exempt for one year. Any fiscal impact may be realized immediately upon enactment due to the emergency measure.

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