#### ins017\_EmR1108.pdf Insurance – Revises Ins 17 – EmR1108

Publication Date: June 10, 2011

Effective Date: June 10, 2011 through November 6, 2011

EmR1108

# ORDER OF THE OFFICE OF THE COMMISSIONER OF INSURANCE AND THE

# BOARD OF GOVERNORS OF THE INJURED PATIENTS AND FAMILIES COMPENSATION FUND AMENDING, AND REPEALING AND RECREATING A RULE

To amend ss. Ins 17.01 (3) and 17.28 (3) (c), Wis. Adm. Code, and to repeal and recreate s. Ins 17.28 (6), Wis. Adm. Code, relating to annual injured patients and families compensation fund fees, medical mediation panel fees, and provider classifications for the fiscal year beginning July 1, 2011.

#### FINDING OF EMERGENCY

The Commissioner of Insurance finds that an emergency exists and that the attached rule is necessary for the immediate preservation of the public peace, health, safety, or welfare. Facts constituting the emergency are as follows:

These changes must be in place with an effective date of July 1, 2011 for the new fiscal year assessments. The fiscal year fees were established by the Board of Governors at meeting on February 16, 2011. Although the permanent version is currently under review by the Legislature, it cannot be published in time to meet the necessary effective date.

#### ANALYSIS PREPARED BY THE OFFICE OF THE COMMISSIONER OF INSURANCE (OCI)

#### 1.Statutes interpreted:

ss. 655.27 (3), and 655.61, Wis. Stats.

#### 2. Statutory authority:

ss. 601.41 (3), 655.004, 655.27 (3) (b), and 655.61, Wis Stats.

#### 3. Explanation of OCI's authority to promulgate the proposed rule under these statutes:

The commissioner of insurance, with the approval of the board of governors (board) of the injured patients and families compensation fund (fund), is required to establish by administrative rule the annual fees which participating health care providers must pay to the fund and the annual fee due for the operation of the medical mediation panel.

#### 4. Related statutes or rules:

None

#### 5. The plain language analysis and summary of the proposed rule:

This rule establishes the fees that participating health care providers must pay to the fund for the fiscal year beginning July 1, 2011. These fees represent a 8.5% increase from fees paid for the 2010-11 fiscal year. The board approved these fees at its meeting on February 16, 2011, based on the recommendation of the board's actuarial and underwriting committee and reports of the fund's actuaries.

This rule includes additions to the Insurance Services Office (ISO) code listing to address new classification specialties. ISO codes are the numerical designation for a health care provider's specialty and are used to classify the provider for assessment purposes.

The board is also required to promulgate by rule the annual fees for the operation of the injured patients and families compensation mediation system, based on the recommendation of the director of state courts. The recommendation of the director of state courts was reviewed by the board's actuarial and underwriting committee. This rule implements the funding level approved by the board by establishing mediation panel fees for the next fiscal year at \$25.00 for physicians and \$5.00 per occupied bed for hospitals, representing a decrease of \$3.00 per physician and a decrease of \$1.00 per occupied bed for hospitals from 2010-11 fiscal year mediation panel fees.

## 6. Summary of and preliminary comparison with any existing or proposed federal regulation that is intended to address the activities to be regulated by the proposed rule:

To the fund board's and OCI's knowledge there is no existing or proposed federal regulation that is intended to address patient compensation fund rates, administration or activities.

#### 7. Comparison of similar rules in adjacent states as found by OCI:

To the fund board's and OCI's knowledge there are no similar rules in the adjacent states to compare this rule to as none of adjacent states have a patients compensation fund created by statute where rates are directed to be established yearly by rule as is true in Wisconsin.

## 8. A summary of the factual data and analytical methodologies that OCI used in support of the proposed rule and how any related findings support the regulatory approach chosen for the proposed rule:

None. This rule establishes annual fund fees pursuant to the requirements of the above-noted Wisconsin statutes.

## 9. Any analysis and supporting documentation that OCI used in support of OCI's determination of the rule's effect on small businesses under s. 227.114:

This increase in fund fees will have an effect on some small businesses in Wisconsin, particularly those that employ physicians and other health care professionals. The mediation panel fee is assessed only on physicians and hospitals, not on corporations or other health care entities. The fund fee increases will affect only those small businesses that pay the fund fees and mediation panel fees on behalf of their employed physicians. However, the fund fee increase will not have a significant effect nor should it negatively affect the small business's ability to compete with other providers.

#### 10. See the attached Private Sector Fiscal Analysis.

The increase in fees promulgated by this rule does not result in a significant fiscal effect on the private sector. Although a health care provider may pass this increase on to its patients, there will not be a significant fiscal effect on the private sector as a result of this proposed rule.

#### 11. A description of the Effect on Small Business:

This rule will have little or no effect on small businesses. The increase contained in the proposed rule will require providers to pay an increased fund fee which will increase the operational expenses for the providers. However, this increase is not considered to be significant and will have no effect on the provider's competitive abilities.

#### 12. Agency contact person:

A copy of the full text of the proposed rule changes, analysis and fiscal estimate may be obtained from the Web site at: http://oci.wi.gov/ocirules.htm

or by contacting Inger Williams, OCI Services Section, at:

Phone: (608) 264-8110

Email: inger.williams@wisconsin.gov

Address: 125 South Webster St – 2<sup>nd</sup> Floor, Madison WI 53703-3474

Mail: PO Box 7873, Madison, WI 53707-7873

#### 13. Place where comments are to be submitted and deadline for submission:

The deadline for submitting comments is 4:00 p.m. on the 14<sup>th</sup> day after the date for the hearing stated in the Notice of Hearing.

#### Mailing address:

Theresa L. Wedekind Legal Unit - OCI Rule Comment for Rule Ins 1701 Office of the Commissioner of Insurance PO Box 7873 Madison WI 53707-7873

#### Street address:

Theresa L. Wedekind Legal Unit - OCI Rule Comment for Rule Ins 1701 Office of the Commissioner of Insurance 125 South Webster St  $-2^{nd}$  Floor Madison WI 53703-3474

#### Email address:

Theresa L. Wedekind theresa.wedekind@wisconsin.gov

Web site: http://oci.wi.gov/ocirules.htm

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#### **TEXT OF RULE:**

#### **SECTION 1. Ins 17.01 (3) is amended to read:**

Ins 17.01 (3) FEE SCHEDULE. The following fee schedule shall be effective July 1, 2010 2011:

- (a) For physicians-- \$28.00 25.00.
- (b) For hospitals, per occupied bed-- \$6.00 5.00.

#### SECTION 2. Ins 17.28 (3)(c) is amended to read:

- (c) "Class" means a group of physicians whose specialties or types of practice are similar in their degree of exposure to loss. The specialties and types of practice and the applicable Insurance Services Office, Inc., codes included in each fund class are the following:
  - 1. Class 1:

| Administrative Medicine                      | 80120 |
|--|-------|
| Aerospace Medicine                           | 80230 |
| Allergy                                      | 80254 |
| Allergy (D.O.)                               | 84254 |
| Cardiovascular Disease—no surgery or         | 80255 |
| catheterization                              |       |
| Cardiovascular Disease—no surgery or         | 84255 |
| catheterization (D.O.)                       |       |
| Dermatology—no surgery                       | 80256 |
| Dermatology—no surgery (D.O.)                | 84256 |
| Diabetes—no surgery                          | 80237 |
| Endocrinology—no surgery                     | 80238 |
| Endocrinology—no surgery (D.O.)              | 84238 |
| Family or General Practice—no surgery        | 80420 |
| Family or General Practice—no surgery (D.O.) | 84420 |
| Forensic Medicine—Legal Medicine             | 80240 |
| Forensic Medicine—Legal Medicine (D.O.)      | 84240 |
| Gastroenterology—no surgery                  | 80241 |
| Gastroenterology—no surgery (D.O.)           | 84241 |

| General Preventive Medicine—no surgery              | 80231 |
|---|-------|
| General Preventive Medicine—no surgery (D.O.)       | 84231 |
| Geriatrics—no surgery                               | 80243 |
| Geriatrics—no surgery (D.O.)                        | 84243 |
| Gynecology—no surgery                               | 80244 |
| Gynecology—no surgery (D.O.)                        | 84244 |
| Hematology—no surgery                               | 80245 |
| Hematology—no surgery (D.O.)                        | 84245 |
| Hypnosis  | 80232 |
| Infectious Diseases—no surgery                      | 80246 |
| Infectious Diseases—no surgery (D.O.)               | 84246 |
| Internal Medicine—no surgery                        | 80257 |
| Internal Medicine—no surgery (D.O.)                 | 84257 |
| Laryngology—no surgery                              | 80258 |
| Manipulator (D.O.)                                  | 84801 |
| Neoplastic Disease—no surgery                       | 80259 |
| Nephrology—no surgery                               | 80260 |
| Nephrology – no surgery (D.O.)                      | 84260 |
| Neurology—no surgery                                | 80261 |
| Neurology—no surgery (D.O.)                         | 84261 |
| Nuclear Medicine                                    | 80262 |
| Nuclear Medicine (D.O.)                             | 84262 |
| Nutrition   | 80248 |
| Occupation Medicine                                 | 80233 |
| Occupation Medicine (D.O.)                          | 84233 |
| Oncology – no surgery                               | 80302 |
| Oncology – no surgery (D.O.)                        | 84302 |
| Ophthalmology—no surgery                            | 80263 |
| Ophthalmology—no surgery (D.O.)                     | 84263 |
| Osteopathy—manipulation only                        | 84801 |
| Otology – no surgery                                | 80247 |
| Otology – no surgery Otorhinolaryngology—no surgery | 80265 |
| Otorhinolaryngology—no surgery (D.O.)               | 84265 |
|   |       |
| Pain Management – no surgery                        | 80208 |
| Pain Management – no surgery (D.O.)                 | 84208 |
| Pathology—no surgery                                | 80266 |
| Pathology—no surgery (D.O.)                         | 84266 |
| Pediatrics—no surgery                               | 80267 |
| Pediatrics—no surgery (D.O.)                        | 84267 |
| Pharmacology—Clinical                               | 80234 |
| Physiatry—Physical Medicine (D.O.)                  | 84235 |
| Physiatry—Physical Medicine & Rehabilitation        | 80235 |
| Physicians—no surgery                               | 80268 |
| Physicians—no surgery (D.O.)                        | 84268 |
| Psychiatry  | 80249 |
| Psychiatry—(D.O.)                                   | 84249 |
| Psychoanalysis                                      | 80250 |
| Psychosomatic Medicine                              | 80251 |
| Psychosomatic Medicine (D.O.)                       | 84251 |
| Public Health                                       | 80236 |
| Pulmonary Disease—no surgery                        | 80269 |
| Pulmonary Disease—no surgery (D.O.)                 | 84269 |
| Radiology—diagnostic                                | 80253 |
| Radiology—diagnostic (D.O.)                         | 84253 |
| Radiopaque dye                                      | 80449 |
| Radiopaque dye (D.O.)                               | 84449 |
|   |       |

| Rheumatology—no surgery                   | 80252 |
|---|-------|
| Rheumatology—no surgery (D.O.)            | 84252 |
| Rhinology – no surgery                    | 80264 |
| Shock Therapy                             | 80431 |
| Shock Therapy (D.O.)                      | 84431 |
| Shock Therapy—insured                     | 80162 |
| Urgent Care—Walk-in or After Hours        | 80424 |
| Urgent Care—Walk-in or After Hours (D.O.) | 84424 |
| Urology                                   | 80121 |

### 2. Class 2:

| Acupuncture                                      | 80437 |
|--|-------|
| Acupuncture (D.O.)                               | 84437 |
| Anesthesiology                                   | 80151 |
| Anesthesiology (D.O.)                            | 84151 |
| Angiography-Arteriography—catheterization        | 80422 |
| Angiography-Arteriography—catheterization (D.O.) | 84422 |
| Broncho-Esophagology                             | 80101 |
| Cardiovascular Disease—minor surgery             | 80281 |
| Cardiovascular Disease—minor surgery (D.O.)      | 84281 |
| Colonoscopy-ERCP-Pneu or mech esoph dil (D.O.)   | 84443 |
| Colonoscopy-ERCP-pneu. or mech.                  | 80443 |
| Dermatology—minor surgery                        | 80282 |
| Dermatology – minor surgery (D.O.)               | 84282 |
| Diabetes – minor surgery                         | 80271 |
| Dermatology—minor surgery (D.O.)                 | 84282 |
| Emergency Medicine—No Major Surgery              | 80102 |
| Emergency Medicine—No Major Surgery (DO)         | 84102 |
| Employed Physician or Surgeon                    | 80177 |
| Employed Physician or Surgeon (D.O.)             | 84177 |
| Endocrinology—minor surgery                      | 80272 |
| Endocrinology—minor surgery (D.O.)               | 84272 |
| Family Practice—and general practice minor       | 80423 |
| surgery—No OB                                    |       |
| Family Practice—and general practice minor       | 84423 |
| surgery—No OB (D.O.)                             |       |
| Family or General Practice—including OB (D.O.)   | 84421 |
| Family or General Practice—including OB          | 80421 |
| Family or General Practice – including OB (D.O.) | 84421 |
| Gastroenterology—minor surgery                   | 80274 |
| Gastroenterology—minor surgery (D.O.)            | 84274 |
| Geriatrics—minor surgery                         | 80276 |
| Geriatrics—minor surgery (D.O.)                  | 84276 |
| Gynecology—minor surgery                         | 80277 |
| Gynecology—minor surgery (D.O.)                  | 84277 |
| Hematology—minor surgery                         | 80278 |
| Hematology—minor surgery (D.O.)                  | 84278 |
| Hospitalist                                      | 80296 |
| Hospitalist (D.O.)                               | 84296 |
| Infectious Diseases—minor surgery                | 80279 |
| Intensive Care Medicine                          | 80283 |
| Intensive Care Medicine (D.O.)                   | 84283 |
| Internal Medicine—minor surgery                  | 80284 |
| Internal Medicine—minor surgery (D.O.)           | 84284 |
| Laparoscopy                                      | 80440 |
|  | 55110 |

| Laparoscopy (D.O.)  | 84440 |
|---|-------|
| Laryngology—minor surgery   | 80285 |
| Myelography – Discogram-Pneumoencephalo                                       | 80428 |
| Myelography-Discogram-Pneumoencephalo (D.O.)                                  | 84428 |
| Needle Biopsy   | 80446 |
| Needle Biopsy (D.O.)  | 84446 |
| Nephrology—minor surgery  | 80287 |
| Neonatology   | 80298 |
| Neonatology (D.O.)  | 84298 |
| Neoplastic Disease—minor surgery  | 80286 |
| Neurology—minor surgery   | 80288 |
| Neurology—minor surgery (D.O.)  | 84288 |
| Oncology – minor surgery  | 80301 |
| Oncology – minor surgery (D.O.)   | 84301 |
| Ophthalmology—minor surgery   | 80289 |
| Ophthalmology—minor surgery (D.O.)  | 84289 |
| Otology – minor surgery   | 80290 |
| Otorhinolaryngology—minor surgery   | 80291 |
| Otorhinolaryngology—minor surgery (D.O.)                                      | 84291 |
|   | 80182 |
| Pain Management - Basic procedures  Pain Management - Pagic procedures (D.C.) |       |
| Pain Management – Basic procedures (D.O.)                                     | 84182 |
| Pathology—minor surgery   | 80292 |
| Pathology—minor surgery (D.O.)  | 84292 |
| Pediatrics—minor surgery  | 80293 |
| Pediatrics—minor surgery (D.O.)   | 84293 |
| Phlebography-Lymphangeography   | 80434 |
| Phlebography-Lymphangeography (D.O.)  | 84434 |
| Physicians—minor surgery  | 80294 |
| Physicians – minor surgery (D.O.)   | 84294 |
| Radiation Therapy—lasers  | 80425 |
| Radiation Therapy—lasers (D.O.)   | 84425 |
| Radiation Therapy – other than lasers   | 80165 |
| Radiology—diagnostic-interventional   | 80280 |
| procedures  |       |
| Radiology—diagnostic-interventional   | 84280 |
| procedures (D.O.)   |       |
| Rhinology – minor surgery   | 80270 |
| Surgery—Colon & Rectal  | 80115 |
| Surgery —Endocrinology  | 80103 |
| Surgery—Gastroenterology  | 80104 |
| Surgery – Gastroenterology (D.O.)   | 84104 |
| Surgery—General Practice or Family Practice                                   | 80117 |
| Surgery—General Practice or Family Practice (D.O.)                            | 84117 |
| Surgery—Geriatrics  | 80105 |
| Surgery—Neoplastic  | 80107 |
| Surgery—Nephrology  | 80108 |
| Surgery—Ophthalmology   | 80114 |
| Surgery—Urological  | 80145 |
| Surgery—Urological (D.O.)   | 84145 |
|   |       |
|   |       |

### 3. Class 3:

| Emergency Medicine—includes major surgery        | 80157 |
|--|-------|
| Emergency Medicine—includes major surgery (D.O.) | 84157 |
| Otology—surgery                                  | 80158 |
| Radiation Therapy – employed physician           | 80163 |

| Radiation Therapy – employed physician (D.O.) | 84163 |
|---|-------|
| Shock Therapy – employed physician            | 80161 |
| Shock Therapy – employed physician (D.O.)     | 84161 |
| Surgery—Abdominal                             | 80166 |
| Surgery – Bariatrics                          | 80476 |
| Surgery – Bariatrics (D.O.)                   | 84476 |
| Surgery—Cardiac                               | 80141 |
| Surgery—Cardiovascular Disease                | 80150 |
| Surgery—Cardiovascular Disease (D.O.)         | 84150 |
| Surgery—General                               | 80143 |
| Surgery—General (D.O.)                        | 84143 |
| Surgery—Gynecology                            | 80167 |
| Surgery—Gynecology (D.O.)                     | 84167 |
| Surgery—Hand                                  | 80169 |
| Surgery—Head & Neck                           | 80170 |
| Surgery – Laryngology                         | 80106 |
| Surgery—Orthopedic                            | 80154 |
| Surgery—Orthopedic (D.O.)                     | 84154 |
| Surgery—Otorhinolaryngology-no plastic        | 80159 |
| surgery                                       |       |
| Surgery—Plastic                               | 80156 |
| Surgery—Plastic (D.O.)                        | 84156 |
| Surgery—Plastic-Otorhinolaryngology           | 80155 |
| Surgery—Plastic-Otorhinolaryngology (D.O.)    | 84155 |
| Surgery—Rhinology                             | 80160 |
| Surgery—Thoracic                              | 80144 |
| Surgery—Thoracic (D.O.)                       | 84144 |
| Surgery—Traumatic                             | 80171 |
| Surgery—Vascular                              | 80146 |
| Surgery – Vascular (D.O.)                     | 84146 |
| Weight Control—Bariatrics                     | 80180 |
|   |       |

#### 4. Class 4:

| Surgery—Neurology        | 80152 |
|--------------------------|-------|
| Surgery—Neurology (D.O.) | 84152 |
| Surgery—Obstetrics       | 80168 |
| Surgery—OB/GYN           | 80153 |
| Surgery—OB/GYN (D.O.)    | 84153 |

#### Section 3. Ins 17.28 (6) is repealed and recreated to read:

(6) FEE SCHEDULE. The following fee schedule is in effect from July 1, 2011 to June 30, 2012:

(a) Except as provided in pars. (b) to (f) and sub. (6e), for a physician for whom this state is a principal place of practice:

Class 1.... \$1,461 Class 3....\$5,844

Class 2.... \$2,629 Class 4....\$9,643

(b) For a resident acting within the scope of a residency or fellowship program:

Class 1..... \$ 731 Class 3....\$2,922

Class 2..... \$1,314 Class 4....\$4,822

(c) For a resident practicing part-time outside the scope of a residency or fellowship program:

All classes......\$877

| (d) For a Medical College of Wisconsin, Inc., full-time faculty member:  |
|--|
| Class 1 \$ 588Class 3\$2,352   |
| Class 2\$1,051 Class 4\$3,881  |
| (e) For physicians who practice part-time:   |
| 1. For a physician who practices fewer than 500 hours during the fiscal year, limited to office practice and nursing   |
| home and house calls, and who does not practice obstetrics or surgery or assist in surgical procedures:\$ 365  |
| 2. For a physician who practices 1040 hours or less during the fiscal year, including those who practice fewer than  |
| 500 hours during the fiscal year whose practice is not limited to office practice, nursing homes or house calls or who do practice obstetrics, surgery or assist in surgical procedures: |
| Class 1\$ 877 Class 3\$3,507   |
| Class 2\$1,579 Class 4\$5,786  |
| (f) For a physician for whom this state is not a principal place of practice:  |
| Class 1\$ 731 Class 3\$2,922   |
| Class 2\$1,314 Class 4\$4,822  |
| (g) For a nurse anesthetist for whom this state is a principal place of practice:  |
| \$ 358   |
| (h) For a nurse anesthetist for whom this state is not a principal place of  |
| practice:  |
| (i) For a hospital, all of the following fees:   |
| 1. Per occupied bed  |
| 2. Per 100 outpatient visits during the last calendar year for which totals are available: \$4.41  |
| (j) For a nursing home, as described under s. 655.002 (1) (j), Stats., that is wholly owned and operated by a hospital   |
| and that has health care liability insurance separate from that of the hospital by which it is owned and operated:   |
| Per occupied bed   |
| (k) For a partnership comprised of physicians or nurse anesthetists, organized for the primary purpose of providing  |
| the medical services of physicians or nurse anesthetists, all of the following fees:   |
| 1. a. If the total number of partners and employed physicians and nurse anesthetists is from 2 to  |
| 10\$ 51  |
| b. If the total number of partners and employed physicians and nurse anesthetists is from 11 to  |
| 100  |
| c. If the total number of partners and employed physicians and nurse anesthetists exceeds 100\$1,255   |
| 2. The following fee for each full-time equivalent allied health care professional employed by the partnership as of   |
| the most recent completed survey submitted:  |
|  |
| Employed Health Care Professionals Fund Fee  |
| Nurse Practitioners\$ 365  |
| Advanced Nurse Practitioners   |

| Employed Health Care Professionals  | Fund Fee |
|-------------------------------------|----------|
| Nurse Practitioners                 | \$ 365   |
| Advanced Nurse Practitioners        | 511      |
| Nurse Midwives                      | 3,214    |
| Advanced Nurse Midwives             | 3,359    |
| Advanced Practice Nurse Prescribers | 511      |
| Chiropractors                       | 584      |
| Dentists                            | 292      |
| Oral Surgeons                       | 2,192    |
| Podiatrists-Surgical                | 6,209    |
| Optometrists                        | 292      |
| Physician Assistants.               | 292      |

- (L) For a corporation, including a service corporation, with more than one shareholder organized under ch. 180, Stats., for the primary purpose of providing the medical services of physicians or nurse anesthetists, all of the following fees:
- 1. a. If the total number of shareholders and employed physicians and nurse anesthetists is from 2 to 10.....\$ 51

| b. If the total number of shareholders and employed physicians and nurse   | e anesthetists is from 11 to                    |
|--|---|
| c. If the total number of shareholders and employed physicians or  | nurse anesthetists exceeds                      |
| 100\$1,255   |   |
| 2. The following fee for each full-time equivalent allied health care professional emp   | loyed by the corporation as of                  |
| the most recent completed survey submitted:  |   |
| Employed Health Care Professionals Fund Fee  | Ф. 265  |
| Nurse Practitioners.   |   |
| Advanced Nurse Practitioners   |   |
| Nurse Midwives.  |   |
| Advanced Nurse Midwives  |   |
| Advanced Practice Nurse Prescribers  |   |
| Chiropractors.   |   |
| Dentists   |   |
| Oral Surgeons.   |   |
| Podiatrists-Surgical   |   |
| Optometrists   |   |
| Physician Assistants.  | 292   |
| physicians or nurse anesthetists, all of the following fees:  1. a. If the total number of employed physicians and nurse as the following fees:  10  | \$ 51   |
| c. If the total number of employed physicians or nurse   | 504   |
| 100  |   |
| 2. The following fee for each full-time equivalent allied health care professional empthe most recent completed survey submitted:  Employed Health Care Professionals  Nurse Practitioners  Advanced Nurse Practitioners  Nurse Midwives  Advanced Nurse Midwives  Advanced Practice Nurse Prescribers  Chiropractors  Dentists  Oral Surgeons | .\$ 365<br>511<br>3,214<br>3,359<br>.511<br>584 |
| Podiatrists-Surgical .   |   |
|  |   |
| Optometrists.  |   |
| Physician Assistants.  |   |
| (n) For an operational cooperative sickness care plan as described under s. 655.   | 002 (1) (1), Stats., all of the                 |
| following fees:  | 6 1:1 (1  |
| 1. Per 100 outpatient visits during the last calendar year available   |   |
| 2. 3.24% of the total annual fees assessed against all of the employed physicians.   |   |
| 3. The following fee for each full-time equivalent allied health care professional   | employed by the operational                     |
| cooperative sickness plan as of the most recent completed survey submitted:  |   |
| Employed Health Care Professionals Fund Fee  |   |
| Nurse Practitioners.   |   |
| Advanced Nurse Practitioners   |   |
|  |   |
| Nurse Midwives   | 3,214   |

|          | Advanced Practice Nurse Prescriber                                | ·s                      |               | 511   |
|----------|---|-------------------------|---------------|---|
|          | Chiropractors   |                         |               |   |
|          | Dentists  |                         |               |   |
|          | Oral Surgeons.  |                         |               |   |
|          | Podiatrists-Surgical  |                         |               | •   |
|          | Optometrists  |                         |               | · · · · · · · · · · · · · · · · · · ·   |
|          | Physician Assistants  |                         |               |   |
|          | •   |                         |               | S 120.03 (13), per 100 outpatient visits during   |
| the      | · · ·   |                         | for           |   |
| avai     | ilable:   |                         |               | \$22.79   |
| cove     | erage.  | sys as premium for its  | primary heal  | never of the following applies:<br>th care liability insurance, if it has occurrence<br>ealth care liability insurance, if it has claims- |
| mad      | le coverage.  | ays as premium for h    | is primary ne | variation of manney insurance, if it has claims   |
| 11100    | E   | se not specified as a p | artnership or | corporation that is organized and operated in   |
| this     |   |                         |               | cians or nurse anesthetists, all of the following   |
| fees     |   | C                       | 1 7           | ,   |
|          | 1. a. If the total number   | per of employed         | physicians    | and nurse anesthetists is from 1 to   |
| 10       |   |                         |               | \$ 51   |
| 100      |   |                         |               |   |
|          | c. If the total number of employed p                              | •                       |               |   |
| 1        | 00  |                         |               | •   |
| com      | erprise not specified as a partnership, apleted survey submitted: | corporation, or an ope  |               | rofessional employed by the organization or perative health care plan as of the most recent   |
| <u>E</u> | <u> </u>  | Fund Fee                |               |   |
|          | Nurse Practitioners   |                         |               | •   |
|          | Advanced Nurse Practitioners                                      |                         |               |   |
|          | Nurse Midwives  |                         |               | ,   |
|          | Advanced Nurse Midwives   |                         |               |   |
|          | Advanced Practice Nurse Prescriber                                |                         |               |   |
|          | Chiropractors   |                         |               |   |
|          | Dentists  |                         |               |   |
|          | Oral Surgeons   |                         |               |   |
|          | Podiatrists-Surgical  |                         |               |   |
|          | Optometrists  |                         |               | 292   |
|          |   |                         |               |   |

**SECTION 4.** These changes will first apply to fund fees and mediation panel fees for fiscal year 2012 beginning July 1, 2011.

**SECTION 5**. These emergency rule changes will take effect upon publication as provided in s. 227.24(1)(c), Stats.

| Dated at Madison, Wisconsin, this | _ day of    | , 2011.           |  |
|-----------------------------------|-------------|-------------------|--|
|                                   |             |                   |  |
|                                   |             |                   |  |
|                                   | <del></del> |                   |  |
|                                   | Theodore 1  | K. Nickel         |  |
|                                   | Commission  | oner of Insurance |  |

#### FISCAL ESTIMATE WORKSHEET

#### **Detailed Estimate of Annual Fiscal Effect**

| CORRECTED Subject |              |             | INS 1701                      |
|-------------------|--------------|-------------|-------------------------------|
|                   | SUPPLEMENTAL | Bill Number | Administrative Rule<br>Number |
| ⊠ ORIGINAL □      | UPDATED      | LRB Number  | Amendment No. if Applicable   |

One-time Costs or Revenue Impacts for State and/or Local Government (do not include in annualized fiscal effect):

| Annualized Costs:   | Annualized Fiscal impact on State fu from: |                        |
|---|--|------------------------|
| A. State Costs by Category State Operations - Salaries and Fringes  | Increased Costs \$ 0                       | Decreased Costs \$ -0  |
| (FTE Position Changes)  | ( <b>0</b> FTE)                            | ( <b>-0</b> FTE)       |
| State Operations - Other Costs  | 0  | -0                     |
| Local Assistance  | 0  | -0                     |
| Aids to Individuals or Organizations  | 0  | -0                     |
| TOTAL State Costs by Category   | \$ 0                                       | \$ -0                  |
| B. State Costs by Source of Funds   | Increased Costs                            | <b>Decreased Costs</b> |
| GPR   | \$ 0                                       | \$ -0                  |
| FED   | 0  | -0                     |
| PRO/PRS   | 0  | -0                     |
| SEG/SEG-S   | 0  | -0                     |
| C. State Revenues Complete this only when proposal will increase or decrease state revenues (e.g., tax increase, decrease in license fee, etc.) GPR Taxes | Increased Rev. \$ 0                        | Decreased Rev. \$ -0   |

|                                  |                             | T          |                     |
|----------------------------------|-----------------------------|------------|---------------------|
| GPR Earned                       |                             | 0          | -0                  |
| FED                              |                             | 0          | -0                  |
| PRO/PRS                          |                             | 0          | -0                  |
| SEG/SEG-S                        |                             | 0          | -0                  |
| TOTAL State Revenues             |                             | \$ 0 None  | \$ -0 None          |
| NET                              | T ANNUALIZED FISCA          |            | LOCAL               |
| NET CHANGE IN COSTS              | <u>STATE</u><br>\$          | None 0 \$_ | LOCAL<br>None 0     |
| NET CHANGE IN REVENUES           | \$                          | None 0 \$  | None 0              |
| Prepared by: Theresa L. Wedekind | <b>Telephone N</b> (608) 26 |            | Agency<br>Insurance |
| Authorized Signature:            | Telephone N                 | 0.         | Date (mm/dd/ccyy)   |

### FISCAL ESTIMATE

| ⊠ ORIGINAL ☐ U   | JPDATED               | LRB N  | Number                                | Amendment No. if<br>Applicable            |  |
|--|-----------------------|--------|---------------------------------------|---|--|
| ☐ CORRECTED ☐ S  | SUPPLEMENTAL          | Bill N | umber                                 | Administrative Rule<br>Number<br>INS 1701 |  |
| Subject  |                       |        |                                       |   |  |
| annual injured patients and families compensation fund fees, mediation panel fees, and provider classifications        |                       |        |                                       |   |  |
| Fiscal Effect  |                       |        |                                       |   |  |
| State: No State Fiscal Effect  | et                    |        |                                       |   |  |
| Check columns below only if bill makes a direct appropriation  |                       |        | ☐ Increase Costs - May be possible to |   |  |
| J  |                       | Absorb |                                       |   |  |
| or affects a sum sufficient appro  | priation.             |        | Within Agency's Budget Yes            |   |  |
| ☐ Increase Existing Appropria  | tion                  | nσ     | ∐ No                                  |   |  |
| Revenues   | illon mereuse Existi  | ing.   |                                       |   |  |
| ☐ Decrease Existing Appropria  | ation Decrease Exist  | ting   |                                       |   |  |
| Revenues   |                       |        |                                       |   |  |
| Create New Appropriation   |                       |        | ☐ Decrease Costs                      |   |  |
| Local: ⊠ No local government   |                       |        |                                       |   |  |
| costs  |                       |        |                                       |   |  |
| 1. Increase Costs  | 3. Increase Revenues  |        | 5. Types of L                         | ocal Governmental Units                   |  |
|  |                       |        |                                       | Affected:                                 |  |
| Permissive Mandatory   | Permissive  Mandatory |        | ☐ Towns                               | ☐ Villages ☐ Cities                       |  |
| Mandatory  2. Decrease Costs  Mandatory  4. Decrease Revenues  |                       |        | Countie                               | s Others                                  |  |
| Permissive   |                       |        |                                       |   |  |
| Mandatory  | Mandatory             |        |                                       |   |  |
| Fund Sources Affected Affected Chapter 20 Appropriations   |                       |        |                                       |   |  |
| GPR FED PRO PRS x SEG  |                       |        |                                       |   |  |
| SEG-S Assumptions Used in Arriving at Fiscal Estimate  |                       |        |                                       |   |  |
| Assumptions Used In Attiving at 1 isear Estimate   |                       |        |                                       |   |  |
| The Injured Patients and Families Compensation Fund (IPFCF or Fund) is a segregated fund. Annual Fund fees are         |                       |        |                                       |   |  |
| established to become effective each July 1 based the Fund's needs for payment of medical malpractice claims. The      |                       |        |                                       |   |  |
| proposed fees were approved by the Fund's Board of Governors at its February 16, 2011, meeting and represent an        |                       |        |                                       |   |  |
| increase of 8.5% over fiscal year 2011 fund fees.  |                       |        |                                       |   |  |
| The Fund is a unique fund; there are no other funds like it in the country. The Fund provides unlimited liability      |                       |        |                                       |   |  |
| coverage and participation is mandatory. These two features make this Fund unique compared to funds in other           |                       |        |                                       |   |  |
| states. The only persons who will be affected by this rule change are the Fund participants themselves as the IPFCF is |                       |        |                                       |   |  |
| fully funded through assessments paid by Fund participants.  |                       |        |                                       |   |  |
| There is no effect on GPR.   |                       |        |                                       |   |  |
|  |                       |        |                                       |   |  |
| Long-Range Fiscal Implications   |                       |        |                                       |   |  |

| None                             |                                     |                   |
|----------------------------------|-------------------------------------|-------------------|
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