

COMMITTEE ON LEGISLATIVE RESEARCH
OVERSIGHT DIVISION

FISCAL NOTE

L.R. No.: 4844-03
Bill No.: HCS for HB 1658
Subject: Health Care; Disabilities; Children and Minors; Insurance - Health
Type: Original
Date: February 28, 2018

Bill Summary: This proposal changes the laws regarding health care for persons with disabilities.

FISCAL SUMMARY

ESTIMATED NET EFFECT ON GENERAL REVENUE FUND			
FUND AFFECTED	FY 2019	FY 2020	FY 2021
General Revenue			
Total Estimated Net Effect on General Revenue	\$0	\$0	\$0

ESTIMATED NET EFFECT ON OTHER STATE FUNDS			
FUND AFFECTED	FY 2019	FY 2020	FY 2021
Insurance Dedicated	Up to \$10,000	\$0	\$0
Total Estimated Net Effect on <u>Other</u> State Funds	Up to \$10,000	\$0	\$0

Numbers within parentheses: () indicate costs or losses.

This fiscal note contains 5 pages.

ESTIMATED NET EFFECT ON FEDERAL FUNDS			
FUND AFFECTED	FY 2019	FY 2020	FY 2021
Total Estimated Net Effect on <u>All</u> Federal Funds	\$0	\$0	\$0

ESTIMATED NET EFFECT ON FULL TIME EQUIVALENT (FTE)			
FUND AFFECTED	FY 2019	FY 2020	FY 2021
Total Estimated Net Effect on FTE	0	0	0

Estimated Net Effect (expenditures or reduced revenues) expected to exceed \$100,000 in any of the three fiscal years after implementation of the act.

ESTIMATED NET EFFECT ON LOCAL FUNDS			
FUND AFFECTED	FY 2019	FY 2020	FY 2021
Local Government	\$0 to (Unknown)	\$0 to (Unknown)	\$0 to (Unknown)

FISCAL ANALYSIS

ASSUMPTION

Officials from the **Department of Insurance, Financial Institutions and Professional Registration (DIFP)** state they estimate 40 companies will file 5 policy amendments each for a total of 200 filings submitted to the department for review along with a \$50 filing fee. One-time additional revenues to the Insurance Dedicated Fund are estimated to be up to \$10,000.

Additional staff and expenses are not being requested with this single proposal, but if multiple proposals pass during the legislative session which require policy form reviews, the DIFP will need to request additional staff to handle the increase in workload.

Officials from the **Missouri Consolidated Health Care Plan (MCHCP)** assume the proposal would not create a fiscal impact. MCHCP officials believe that the current health plan provides coverage for the provisions covered in this substitute and there will be no additional cost to MCHCP if this proposal is passed.

Officials from the **Missouri Department of Transportation (MoDOT)** state the proposal would have an unknown negative fiscal impact on their organization. MoDOT officials state without knowing the exact procedure/diagnosis codes covered under the changes made by this substitute, that it is impossible for them to know the fiscal impact these changes may have on their healthcare plan.

Oversight notes that although not required to do so, the MoDOT health plan tries to follow as closely as possible the coverage provided by MCHCP. Therefore, **Oversight** assumes MoDOT will not experience a significant increase in program costs if this proposal were to pass.

Officials from the **Department of Health and Senior Services**, the **Department of Mental Health**, the **Department of Public Safety, Missouri State Highway Patrol**, the **Department of Social Services**, and the **Missouri Department of Conservation** each assume the proposal would not fiscally impact their respective agencies.

Oversight notes, based on contact with MCHCP, that it is possible this proposal could impact local government health insurance plans. Therefore, Oversight will present local government costs as \$0 to Unknown.

<u>FISCAL IMPACT - State Government</u>	FY 2019 (10 Mo.)	FY 2020	FY 2021
INSURANCE DEDICATED FUND			
<u>Income - DIFP (\$376.1223)</u>			
Form filing fees	<u>Up to \$10,00</u>	<u>\$0</u>	<u>\$0</u>
ESTIMATED NET EFFECT ON THE INSURANCE DEDICATED FUND	<u>Up to \$10,000</u>	<u>\$0</u>	<u>\$0</u>

<u>FISCAL IMPACT - Local Government</u>	FY 2019 (10 Mo.)	FY 2020	FY 2021
LOCAL GOVERNMENTS			
<u>Costs - Local Governments</u>			
Increase in health insurance expenditures	<u>\$0 to (Unknown)</u>	<u>\$0 to (Unknown)</u>	<u>\$0 to (Unknown)</u>
ESTIMATED NET EFFECT ON LOCAL GOVERNMENTS	<u>\$0 to (Unknown)</u>	<u>\$0 to (Unknown)</u>	<u>\$0 to (Unknown)</u>

FISCAL IMPACT - Small Business

This proposal could impact small businesses that provide insurance coverage to their employees if the cost of the insurance increases upon passage of this proposal.

FISCAL DESCRIPTION

This bill prohibits any third-party payer for health care services from limiting coverage or denying reimbursement for treatment of symptoms and behaviors for individuals with physical or developmental disabilities in specified situations.

This legislation is not federally mandated, would not duplicate any other program but may require additional capital improvements or rental space.

SOURCES OF INFORMATION

Department of Health and Senior Services
Department of Insurance, Financial Institutions and Professional Registration
Department of Mental Health
Department of Public Safety -
 Missouri State Highway Patrol
Department of Social Services
Missouri Consolidated Health Care Plan
Missouri Department of Conservation
Missouri Department of Transportation

Ross Strope



Acting Director
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