

COMMITTEE ON LEGISLATIVE RESEARCH  
OVERSIGHT DIVISION

**FISCAL NOTE**

L.R. No.: 1267H.01I  
Bill No.: HB 383  
Subject: Insurance - Health; Mental Health  
Type: Original  
Date: January 13, 2021

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Bill Summary: This proposal modifies provisions relating to insurance coverage for mental health conditions.

**FISCAL SUMMARY**

<b>ESTIMATED NET EFFECT ON GENERAL REVENUE FUND</b>			
<b>FUND AFFECTED</b>	<b>FY 2022</b>	<b>FY 2023</b>	<b>FY 2024</b>
<b>Total Estimated Net Effect on General Revenue</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>

<b>ESTIMATED NET EFFECT ON OTHER STATE FUNDS</b>			
<b>FUND AFFECTED</b>	<b>FY 2022</b>	<b>FY 2023</b>	<b>FY 2024</b>
State Road Fund	\$0 to (Unknown)	\$0 to (Unknown)	\$0 to (Unknown)
Conservation Commission Fund	\$0 to (Unknown)	\$0 to (Unknown)	\$0 to (Unknown)
<b>Total Estimated Net Effect on <u>Other</u> State Funds</b>	<b>\$0 to (Unknown)</b>	<b>\$0 to (Unknown)</b>	<b>\$0 to (Unknown)</b>

Numbers within parentheses: () indicate costs or losses.

<b>ESTIMATED NET EFFECT ON FEDERAL FUNDS</b>			
<b>FUND AFFECTED</b>	<b>FY 2022</b>	<b>FY 2023</b>	<b>FY 2024</b>
<b>Total Estimated Net Effect on <u>All</u> Federal Funds</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>

<b>ESTIMATED NET EFFECT ON FULL TIME EQUIVALENT (FTE)</b>			
<b>FUND AFFECTED</b>	<b>FY 2022</b>	<b>FY 2023</b>	<b>FY 2024</b>
<b>Total Estimated Net Effect on FTE</b>	<b>0</b>	<b>0</b>	<b>0</b>

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

<b>ESTIMATED NET EFFECT ON LOCAL FUNDS</b>			
<b>FUND AFFECTED</b>	<b>FY 2022</b>	<b>FY 2023</b>	<b>FY 2024</b>
<b>Local Government</b>	<b>\$0 to (Unknown)</b>	<b>\$0 to (Unknown)</b>	<b>\$0 to (Unknown)</b>

## FISCAL ANALYSIS

### ASSUMPTION

Officials from the **Missouri Consolidated Health Care Plan (MCHCP)** assume the proposal will have no fiscal impact on their organization as MCHCP does not impose limits on mental health that are not imposed on medical and/or surgical services.

**Oversight** notes that the MCHCP has stated the proposal would not have a direct fiscal impact on their organization. Oversight does not have any information to the contrary. Therefore, Oversight will reflect a zero impact on the fiscal note for state agencies which are covered by MCHCP.

Officials from the **Department of Transportation (MoDOT)** state that their current health plan uses many non-quantitative treatment limitations for all conditions, including mental health. Limiting those, or removing those would result in a potential unknown negative fiscal impact. The estimated increase in cost to the Medical Plan is \$250,000 per year into perpetuity.

Officials from the **Missouri Department of Conservation (MDC)** assume this legislation will result in an unknown negative impact but likely to be greater than \$100,000 due to the non-quantitative treatment limitations.

**Oversight** assumes because the MoDOT and the MDC's current health plans have non-quantitative treatment limitations on mental health conditions, the fiscal impact to both MoDOT and the MDC could be anywhere from zero to an unknown amount. Oversight also assumes some local political subdivisions may have limitations on mental health conditions as well. Therefore, Oversight will range the fiscal impact from \$0 to negative unknown to the State Road Fund (0320), the Conservation Commission Fund (0609) as well as local political subdivisions.

Officials from the **Department of Commerce and Insurance**, the **Office of Administration** and the **Department of Mental Health** each assume the proposal will have no fiscal impact on their respective organizations.

**Oversight** notes that the above mentioned agencies have stated the proposal would not have a direct fiscal impact on their organization. Oversight does not have any information to the contrary. Therefore, Oversight will reflect a zero impact on the fiscal note for these agencies.

Officials from the **Department of Public Safety - Missouri Highway Patrol** defer to the Department of Transportation to estimate the fiscal impact of the proposed legislation on their organization.

**Oversight** only reflects the responses that we have received from state agencies and political subdivisions; however, counties were requested to respond to this proposed legislation but did not. A general listing of political subdivisions included in our database is available upon request.

<u>FISCAL IMPACT – State Government</u>	FY 2022 (10 Mo.)	FY 2023	FY 2024
<b>STATE ROAD FUND (0320)</b>			
Cost - Potential additional insurance coverage for mental health conditions	<u>\$0 to (Unknown)</u>	<u>\$0 to (Unknown)</u>	<u>\$0 to (Unknown)</u>
<b>ESTIMATED NET EFFECT TO THE STATE ROAD FUND (0320)</b>	<u>\$0 to (Unknown)</u>	<u>\$0 to (Unknown)</u>	<u>\$0 to (Unknown)</u>
<b>CONSERVATION COMMISSION FUND (0609)</b>			
Cost - Potential additional insurance coverage for mental health conditions	<u>\$0 to (Unknown)</u>	<u>\$0 to (Unknown)</u>	<u>\$0 to (Unknown)</u>
<b>ESTIMATED NET EFFECT TO THE CONSERVATION COMMISSION FUND (0609)</b>	<u>\$0 to (Unknown)</u>	<u>\$0 to (Unknown)</u>	<u>\$0 to (Unknown)</u>

<u>FISCAL IMPACT – Local Government</u>	FY 2022 (10 Mo.)	FY 2023	FY 2024
<b>LOCAL POLITICAL SUBDIVISIONS</b>			
<u>Cost - Potential additional insurance coverage for mental health conditions</u>	<u>\$0 to (Unknown)</u>	<u>\$0 to (Unknown)</u>	<u>\$0 to (Unknown)</u>
<b>ESTIMATED NET EFFECT TO LOCAL POLITICAL SUBDIVISIONS</b>	<u><b>\$0 to (Unknown)</b></u>	<u><b>\$0 to (Unknown)</b></u>	<u><b>\$0 to (Unknown)</b></u>

FISCAL IMPACT – Small Business

Small businesses that provide for health insurance coverage may be fiscally impacted by this proposal if their costs would increase as a result of this proposal.

FISCAL DESCRIPTION

This bill requires that any rules must prohibit a health benefit plan from imposing a non-quantitative treatment limitation with respect to mental health condition benefits unless under the terms of the plan, any factors used in applying the non-quantitative treatment limitation to mental health condition benefits are comparable to and are applied no more stringently than the factors used in applying the limitation with respect to medical or surgical benefits as outlined in the bill.

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

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SOURCES OF INFORMATION

Department of Commerce and Insurance

Department of Mental Health

Missouri Consolidated Health Care Plan

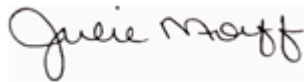
Office of Administration

Department of Transportation

Missouri Department of Conservation

Department of Public Safety

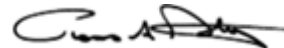
Missouri Highway Patrol



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