

COMMITTEE ON LEGISLATIVE RESEARCH  
OVERSIGHT DIVISION

**FISCAL NOTE**

L.R. No.: 4810-01  
Bill No.: SB 972  
Subject: Health Care; Medicaid; Medical Procedures and Personnel; Mental Health; Social Services Department  
Type: Original  
Date: February 17, 2016

Bill Summary: This proposal provides MO HealthNet reimbursement for behavior assessment and intervention.

**FISCAL SUMMARY**

<b>ESTIMATED NET EFFECT ON GENERAL REVENUE FUND</b>			
FUND AFFECTED	FY 2017	FY 2018	FY 2019
General Revenue	\$0 to (\$88,002)	\$0 to (\$90,642)	\$0 to (\$93,391)
<b>Total Estimated Net Effect on General Revenue</b>	<b>\$0 to (\$88,002)</b>	<b>\$0 to (\$90,642)</b>	<b>\$0 to (\$93,391)</b>

<b>ESTIMATED NET EFFECT ON OTHER STATE FUNDS</b>			
FUND AFFECTED	FY 2017	FY 2018	FY 2019
<b>Total Estimated Net Effect on <u>Other</u> State Funds</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>

Numbers within parentheses: ( ) indicate costs or losses.

This fiscal note contains 5 pages.

<b>ESTIMATED NET EFFECT ON FEDERAL FUNDS</b>			
FUND AFFECTED	FY 2017	FY 2018	FY 2019
Federal*	\$0	\$0	\$0
<b>Total Estimated Net Effect on <u>All</u> Federal Funds</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>

\* Income and expenditures exceed \$100,000 annually and net to \$0.

<b>ESTIMATED NET EFFECT ON FULL TIME EQUIVALENT (FTE)</b>			
FUND AFFECTED	FY 2017	FY 2018	FY 2019
<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>			
FUND AFFECTED	FY 2017	FY 2018	FY 2019
<b>Local Government</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>

## FISCAL ANALYSIS

### ASSUMPTION

**Oversight** was unable to receive some of the agency responses in a timely manner due to the short fiscal note request time. Oversight has presented this fiscal note on the best current information that we have or on prior year information regarding a similar bill. Upon the receipt of agency responses, Oversight will review to determine if an updated fiscal note should be prepared and seek the necessary approval of the chairperson of the Joint Committee on Legislative Research to publish a new fiscal note.

In response to similar legislation from the current session (HB 1659/LR# 4646-01), the following agency responses are being provided:

In response to HB 1659, officials from the **Department of Social Services (DSS), MO HealthNet Division (MHD)** stated if the proposed legislation is enacted, MHD would reimburse for behavior assessment and intervention codes 96150 to 96154 for all psychologists regardless of any accreditation or specific training. MHD does not currently reimburse for these codes for psychologists without specific training in this intervention; therefore, a cost would be incurred. MHD anticipates the reimbursement for these codes would be \$20.00 per unit. Medicare does reimburse for codes 96150 to 96154 and MHD pays for the Medicare deductible and coinsurance related to these codes for dual (Medicare and Medicaid) enrolled individuals. In FY 2015, MHD paid the coinsurance and deductibles on 1,983 units of service. The number of dual enrolled participants in October 2015 was 146,444. The number of claims billed per dual enrolled is 0.014 (1,983 / 146,444). The number of MHD participants who are eligible for these services covered by codes 96150 to 96154 was 805,666 in October 2015. The estimated number of units which would be billed to MHD is 11,279 (805,666 X 0.014 claims/dual enrolled) annually. The estimated FY 2015 cost would be \$225,580 (11,279 x \$20.00). The FY 2015 cost was inflated by 3% annually to arrive at the FY 2017 through FY 2019 cost.

Since this legislation is subject to appropriation, the cost is stated as a range.

FY 2017: Total \$0 to \$239,317 (GR \$0 to \$88,002; Federal \$0 to \$151,315);

FY 2018: Total \$0 to \$246,497 (GR \$0 to \$90,642; Federal \$0 to \$155,855); and,

FY 2019: Total \$0 to \$253,892 (GR \$0 to \$93,361; Federal \$0 to \$160,531).

In provided in the response to HB 1659, the proposal will have no impact on the **Division of Legal Services** or the **Missouri Medicaid Audit Compliance Unit**.

In response to HB 1659, officials from the **Department of Mental Health** assumed the proposal would not fiscally impact their agency.

FISCAL IMPACT - State Government                      FY 2017                      FY 2018                      FY 2019

**GENERAL REVENUE FUND**

(§208.152)

<u>Costs</u> - DSS-MHD	\$0 to...	\$0 to...	\$0 to...
Increased program payments	<u>(\$88,002)</u>	<u>(\$90,642)</u>	<u>(\$93,391)</u>

**ESTIMATED NET EFFECT ON THE  
 GENERAL REVENUE FUND**

**\$0 to (\$88,002)    \$0 to (\$90,642)    \$0 to (\$93,391)**

**FEDERAL FUNDS**

(§208.152)

<u>Income</u> - DSS-MHD	\$0 to...	\$0 to...	\$0 to...
Increase in program reimbursements	\$151,315	\$155,855	\$160,531

<u>Costs</u> - DSS-MHD	\$0 to...	\$0 to...	\$0 to...
Increase in program costs	<u>(\$151,315)</u>	<u>(\$155,855)</u>	<u>(\$160,531)</u>

**ESTIMATED NET EFFECT ON  
 FEDERAL FUNDS**

**\$0                      \$0                      \$0**

FISCAL IMPACT - Local Government                      FY 2017                      FY 2018                      FY 2019

**\$0                      \$0                      \$0**

FISCAL IMPACT - Small Business

Small business mental health provider may experience an increase in revenues for services provided for CPT Codes 96150 through 96154 if they participate in the MO HealthNet program.

FISCAL DESCRIPTION

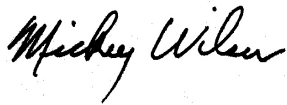
This act provides that, subject to appropriations, MO HealthNet providers of behavioral, social, and psychophysiological services, including psychologists, shall be reimbursed for the prevention, treatment, or management of physical health problems.

This proposal contains an emergency clause.

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

SOURCES OF INFORMATION

Department of Mental Health  
Department of Social Services -  
    MO HealthNet Division  
    Division of Legal Services  
    Missouri Medicaid Audit Compliance Unit



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February 17, 2016

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February 17, 2016