

COMMITTEE ON LEGISLATIVE RESEARCH
OVERSIGHT DIVISION

FISCAL NOTE

L.R. No.: 2118H.01I
Bill No.: HB 1126
Subject: Insurance - Health; Health Care; Health Care Professionals
Type: Original
Date: March 30, 2025

Bill Summary: This proposal creates provisions relating to insurance coverage of anesthesia services.

FISCAL SUMMARY

| ESTIMATED NET EFFECT ON GENERAL REVENUE FUND | | | |
|--|----------------|----------------|----------------|
| FUND AFFECTED | FY 2026 | FY 2027 | FY 2028 |
| | | | |
| | | | |
| Total Estimated Net Effect on General Revenue | \$0 | \$0 | \$0 |

| ESTIMATED NET EFFECT ON OTHER STATE FUNDS | | | |
|---|--|--|--|
| FUND AFFECTED | FY 2026 | FY 2027 | FY 2028 |
| State Road Fund (0320)* | \$0 to (Unknown, Less than \$250,000) | \$0 to (Unknown, Less than \$250,000) | \$0 to (Unknown, Less than \$250,000) |
| Conservation Commission Fund (0609)* | \$0 to (Unknown, Less than \$250,000) | \$0 to (Unknown, Less than \$250,000) | \$0 to (Unknown, Less than \$250,000) |
| Total Estimated Net Effect on <u>Other</u> State Funds | \$0 to (Unknown, Less than \$250,000) | \$0 to (Unknown, Less than \$250,000) | \$0 to (Unknown, Less than \$250,000) |

* Health benefit plans unknown cost to provide coverage for possible increase in anesthesia services could increase health insurance costs.

Numbers within parentheses: () indicate costs or losses.

| ESTIMATED NET EFFECT ON FEDERAL FUNDS | | | |
|---|----------------|----------------|----------------|
| FUND AFFECTED | FY 2026 | FY 2027 | FY 2028 |
| | | | |
| | | | |
| Total Estimated Net Effect on <u>All</u> Federal Funds | \$0 | \$0 | \$0 |

| ESTIMATED NET EFFECT ON FULL TIME EQUIVALENT (FTE) | | | |
|---|----------------|----------------|----------------|
| FUND AFFECTED | FY 2026 | FY 2027 | FY 2028 |
| | | | |
| | | | |
| Total Estimated Net Effect on FTE | 0 | 0 | 0 |

☐ Estimated Net Effect (expenditures or reduced revenues) expected to exceed \$250,000 in any of the three fiscal years after implementation of the act or at full implementation of the act.

☐ Estimated Net Effect (savings or increased revenues) expected to exceed \$250,000 in any of the three fiscal years after implementation of the act or at full implementation of the act.

| ESTIMATED NET EFFECT ON LOCAL FUNDS | | | |
|--|-------------------------|-------------------------|-------------------------|
| FUND AFFECTED | FY 2026 | FY 2027 | FY 2028 |
| | | | |
| Local Government* | \$0 or (Unknown) | \$0 or (Unknown) | \$0 or (Unknown) |

* Health benefit plans unknown cost to provide coverage for possible increase in anesthesia services could increase health insurance costs.

FISCAL ANALYSIS

ASSUMPTION

§376.1245 – Anesthesia Services Insurance Coverage

Officials from the **Missouri Department of Transportation (MoDOT)** assume this bill may increase costs for plan administrators, which will likely pass on costs to the MoDOT-MSHP medical plan. This would have an unknown negative impact to the State Road Fund.

Officials from **Kansas City** state the proposed legislation has a potential negative fiscal impact of an indeterminate amount.

Oversight assumes prohibiting policy or practices of limiting timeframes for payment of anesthesia services and restricting or excluding anesthesia time could increase health insurance costs for insurance plans. Oversight assumes the cost will be less than \$250,000 based on MoDOT's response to similar legislation from this year (HB 1071). Oversight will reflect a \$0 to Unknown, less than \$250,000 cost to the State Road Fund, Conservation Commission Fund (although MDC has stated no impact) and Local Political Subdivisions.

Officials from the **Department of Commerce and Insurance**, the **Department of Social Services**, the **Missouri Department of Conservation**, the **Missouri Consolidated Health Care Plan** and the **City of O'Fallon** each assume the proposal will have no fiscal impact on their respective organizations. **Oversight** does not have any information to the contrary. Therefore, Oversight will reflect a zero impact in the fiscal note for these agencies.

Officials from the **Department of Public Safety - Missouri Highway Patrol** defer to the Missouri Department of Transportation for the potential fiscal impact of this proposal.

| <u>FISCAL IMPACT – State Government</u> | FY 2026 (10 Mo.) | FY 2027 | FY 2028 |
|--|--|--|--|
| STATE ROAD FUND (0320)* | | | |
| <u>Cost – MoDOT §376.1245 p.3</u> Anesthesia Cost | <u>\$0 to</u> <u>(Unknown, less</u> <u>than \$250,000)</u> | <u>\$0 to</u> <u>(Unknown, less</u> <u>than \$250,000)</u> | <u>\$0 to</u> <u>(Unknown, less</u> <u>than \$250,000)</u> |
| ESTIMATED NET EFFECT TO THE STATE ROAD FUND (0320) | <u>\$0 to</u> <u>(Unknown,</u> <u>less than</u> <u>\$250,000)</u> | <u>\$0 to</u> <u>(Unknown,</u> <u>less than</u> <u>\$250,000)</u> | <u>\$0 to</u> <u>(Unknown,</u> <u>less than</u> <u>\$250,000)</u> |
| CONSERVATION COMMISSION FUND (0609)* | | | |
| <u>Cost – MDC §376.1245 p.3</u> Anesthesia Cost | <u>\$0 to</u> <u>(Unknown, less</u> <u>than \$250,000)</u> | <u>\$0 to</u> <u>(Unknown, less</u> <u>than \$250,000)</u> | <u>\$0 to</u> <u>(Unknown, less</u> <u>than \$250,000)</u> |
| ESTIMATED NET EFFECT TO CONSERVATION COMMISSION FUND (0609) | <u>\$0 to</u> <u>(Unknown,</u> <u>less than</u> <u>\$250,000)</u> | <u>\$0 to</u> <u>(Unknown,</u> <u>less than</u> <u>\$250,000)</u> | <u>\$0 to</u> <u>(Unknown,</u> <u>less than</u> <u>\$250,000)</u> |

* Health benefit plans unknown cost to provide coverage for possible increase in anesthesia services could increase health insurance costs.

| <u>FISCAL IMPACT – Local Government</u> | FY 2026 (10 Mo.) | FY 2027 | FY 2028 |
|---|---|---|---|
| LOCAL POLITICAL SUBDIVISIONS* | | | |
| <u>Cost - Local Political Subdivisions</u> Anesthesia Cost §376.1553 p.3 | <u>\$0 or</u> <u>(Unknown)</u> | <u>\$0 or</u> <u>(Unknown)</u> | <u>\$0 or</u> <u>(Unknown)</u> |
| ESTIMATED NET EFFECT TO LOCAL POLITICAL SUBDIVISIONS | <u>\$0 or</u> <u>(Unknown)</u> | <u>\$0 or</u> <u>(Unknown)</u> | <u>\$0 or</u> <u>(Unknown)</u> |

* Health benefit plans unknown cost to provide coverage for possible increase in anesthesia services could increase health insurance costs.

FISCAL IMPACT – Small Business

A direct fiscal impact to small business medical services and equipment providers could be expected as a result of this proposal.

FISCAL DESCRIPTION

This bill prohibits health carriers or health benefit plans from establishing or implementing any policy or practice that imposes a time limit for the payment of anesthesia services provided during a medical or surgical procedure. Moreover, health carriers or health benefit plans are prohibited from establishing or implementing any policy that restricts or excludes all anesthesia time in calculating the payment of anesthesia services.

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 Commerce and Insurance
Department of Public Safety – Missouri Highway Patrol
Department of Social Services
Missouri Department of Conservation
Missouri Department of Transportation
Missouri Consolidated Health Care Plan
Kansas City
City of O'Fallon



Julie Morff
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March 30, 2025



Jessica Harris
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