

# State Corporation Commission

## 2018 Fiscal Impact Statement

**1. Bill Number:** SB907

**House of Origin**    ☐ Introduced    ☒ Substitute    ☐ Engrossed  
**Second House**    ☐ In Committee    ☐ Substitute    ☐ Enrolled

**2. Patron:** McClellan

**3. Committee:** Commerce and Labor

**4. Title:** Health insurance; coverage for contraceptives.

**5. Summary:** Requires health carriers to provide coverage, under any health insurance policy, contract, or plan that includes coverage for prescription drugs on an outpatient basis, for any prescribed contraceptive drug or contraceptive device. Currently health carriers are required to offer and make available such coverage. The measure prohibits a health carrier from imposing upon any person receiving contraceptive benefits pursuant to the provisions of the measure any copayment, coinsurance payment, or fee. If the FDA has approved a therapeutic equivalent of a contraceptive drug or device, a health carrier may provide coverage for more than one contraceptive drug or device and may impose cost-sharing requirements as long as at least one is available without cost sharing. A health carrier shall provide information in writing about the contraceptive coverage included and excluded in its offered plans, make the information available on its website and by mail upon request. The health carrier shall apply the same procedures for requesting an exception for contraceptive drugs not otherwise covered by the contract, policy or plan that the carrier applies with respect to prescription drugs not otherwise covered by its contract, policy or plan. The measure applies to health insurance contracts, policies, or plans delivered, issued for delivery, or renewed on and after January 1, 2019.

**6. Budget amendment necessary:** Yes – Item 474 of HB/SB 30, according to the Department of Human Resource Management.

**7. Fiscal Impact Estimates:** No Fiscal Impact on the State Corporation Commission. According to DHRM, Fiscal Impact Estimates are Preliminary – see Item 8.

**8. Fiscal Implications:** None on the State Corporation Commission. DHRM estimated the fiscal impact on the introduced version of Senate Bill 907 to be \$213,745. No figures were made available on the amendment in the nature of a substitute.

**9. Specific agency or political subdivisions affected:** State Corporation Commission Bureau of Insurance, Department of Human Resource Management

**10. Technical amendment necessary:** No

**11. Other comments:** Senate Bill 907 is similar to House Bill 1481, although Senate Bill 907 does not include provisions to cover contraceptive procedures such as tubal ligation and vasectomies. Senate Bill 907 was continued to 2019 by Senate Commerce and Labor. House Bill 1481 failed in subcommittee #1 of House Commerce and Labor.

**Date:** 02/14/18/V. Tompkins