

HB 3046 A BUDGET REPORT and MEASURE SUMMARY

Joint Committee On Ways and Means

Prepared By: Patrick Heath, Department of Administrative Services

Reviewed By: Ben Ruef, Legislative Fiscal Office

**Department of Consumer and Business Services
2021-23**

PRELIMINARY

Budget Summary*

| | 2019-21 | 2021 - 23 | 2021-23 | Committee Change from 2019-21 | |
|---------------------|--|-----------------------|--------------------------|---|----------|
| | Legislatively Approved Budget ⁽¹⁾ | Current Service Level | Committee Recommendation | Committee Change from 2019-21 Leg. Approved | |
| | | | | \$ Change | % Change |
| Other Funds Limited | \$ - | \$ - | \$ 708,708 | \$ 708,708 | 100.0% |
| Total | \$ - | \$ - | \$ 708,708 | \$ 708,708 | 100.0% |

Position Summary

| | | | | |
|--------------------------------------|------|------|------|------|
| Authorized Positions | 0 | 0 | 3 | 3.00 |
| Full-time Equivalent (FTE) positions | 0.00 | 0.00 | 3.00 | 3.00 |

⁽¹⁾ Includes adjustments through January 2021

* Excludes Capital Construction expenditures

Summary of Revenue Changes

Other Funds revenues to carry out the purposes of HB 3046 are derived from the Department of Consumer and Business Services’ (DCBS) annual insurer premium assessment.

Summary of Human Services Subcommittee Action

HB 3046 requires each health insurer offering plans providing behavioral health benefits to report to DCBS, annually, on non-quantitative limitations for behavioral health benefits. DCBS is to report to the interim committees of the legislative assembly related to mental or behavioral health no later than September 15 of each year, comparing insurer’s coverage of mental health treatment and services, and substance use disorder treatment and services to coverage of medical or surgical treatments or services. The bill also requires DCBS to evaluate certain criteria around the adequacy and coverage of an insurer’s behavioral health network during annual reviews of group health insurers to ensure behavioral health services are treated at parity with medical services.

The Subcommittee recommended \$708,708 Other Funds expenditure limitation and three permanent full-time positions (3.00 FTE) to carry out this work. DCBS will hire two permanent, full-time Insurance Examiners to conduct compliance reviews and market surveillance, and one permanent full-time Operations and Policy Analyst 3 to manage implementation of the bill and collect and report on behavioral health data provided by carriers. Additional costs include legal billings, due to increased Attorney General fees for enforcement actions, IT costs related to modifications to the agency’s existing IT reporting platform to receive reports from insurers, and position-related services and supplies costs. In total, these costs are estimated at \$143,294 Other Funds in 2021-23.

DETAIL OF JOINT COMMITTEE ON WAYS AND MEANS ACTION

Department of Consumer and Business Services
 Patrick Heath - 503-983-8670

| DESCRIPTION | GENERAL FUND | LOTTERY FUNDS | OTHER FUNDS | | FEDERAL FUNDS | | TOTAL ALL FUNDS | POS | FTE |
|---|--------------|---------------|-------------------|-------------|---------------|-------------|-------------------|----------|-------------|
| | | | LIMITED | NONLIMITED | LIMITED | NONLIMITED | | | |
| <u>SUBCOMMITTEE ADJUSTMENTS (from CSL)</u> | | | | | | | | | |
| SCR 018 Division of Financial Regulation | | | | | | | | | |
| Personal Services | \$ - | \$ - | \$ 565,414 | \$ - | \$ - | \$ - | \$ 565,414 | 3 | 3.00 |
| Services and Supplies | \$ - | \$ - | \$ 143,294 | \$ - | \$ - | \$ - | \$ 143,294 | | |
| TOTAL ADJUSTMENTS | \$ - | \$ - | \$ 708,708 | \$ - | \$ - | \$ - | \$ 708,708 | 3 | 3.00 |
| SUBCOMMITTEE RECOMMENDATION | \$ - | \$ - | \$ 708,708 | \$ - | \$ - | \$ - | \$ 708,708 | 3 | 3.00 |

PRELIMINARY