LEGISLATIVE BUDGET BOARD Austin, Texas

FISCAL NOTE, 78TH LEGISLATIVE REGULAR SESSION

March 28, 2003

TO: Honorable John T. Smithee, Chair, House Committee on Insurance

FROM: John Keel, Director, Legislative Budget Board

IN RE: HB1543 by Bonnen (Relating to health benefit plan coverage for an enrollee with autism and pervasive developmental disorders.), **As Introduced**

No significant fiscal implication to the State is anticipated.

The bill would require health plans to provide any medically necessary treatment, equipment or therapy for the treatment of autism or a pervasive developmental disorder.

The bill would apply to Health Maintenance Organizations (HMO) in the Uniform Group Insurance Plan (UGIP) and could impact HMO costs. However, the impact on the UGIP would be minimal since only approximately 12 percent of UGIP enrollment is in HMO's.

The Texas Department of Insurance would need to develop and propose new and amended rules. They would also have to review form amendments to bring previously-approved form filings into compliance with the new requirements. The agency indicates that any costs could be absorbed within current resources.

Local Government Impact

No fiscal implication to units of local government is anticipated.

Source Agencies: 454 Department of Insurance, 327 Employees Retirement System

LBB Staff: JK, JRO, RR, RT, RB