LEGISLATIVE FISCAL OFFICE Louisiana **Fiscal Note** Legislative Fiscal SB 118 SLS 22RS Fiscal Note On: 264 Office Fiscal Bill Text Version: ENROLLED Notes Opp. Chamb. Action: Proposed Amd.: Sub. Bill For.: L ... Juno 2 2022 10.12 AM . ..

<b>Date:</b> June 5, 2022 10.12 AM	Autnor:  ALBO
Dept./Agy.: Office of Group Benefits and Dept. of Insurance	
Subject: Genetic Testing of Certain Cancer Mutations	Analyst: Patrice Thomas

HEALTH/ACC INSURANCE

EN NO IMPACT See Note

Page 1 of 1 Requires medical necessity for genetic testing of certain cancer mutations is based on nationally recognized clinical practice auidelines. (7/1/22)

Proposed law requires health care insurers to cover biomarker testing for diagnosis, treatment, appropriate management, or ongoing monitoring of an individual's disease or condition when the test is supported by, but not limited to the labeled indications for tests approved or cleared by the United States Food and Drug Administration (FDA), or indicated tests for drugs approved by the FDA, or the Centers for Medicare and Medicaid Services National Coverage Determinations, or Medicare Administrative Contractor Local Coverage Determinations, or nationally recognized clinical practice guidelines and consensus statements. Proposed law provides for definitions of "consensus statements", "nationally recognized clinical practice guidelines", and "health coverage plan". Under "health coverage plan", proposed law excludes the Office of Group Benefits. Proposed law effective on July 1, 2022.

EXPENDITURES	2022-23	2023-24	2024-25	2025-26	2026-27	<u>5 -YEAR TOTAL</u>
State Gen. Fd.	\$0	\$0	\$0	\$0	\$0	\$0
Agy. Self-Gen.	\$0	\$0	\$0	\$0	\$0	\$0
Ded./Other	\$0	\$0	\$0	\$0	\$0	\$0
Federal Funds	\$0	\$0	\$0	\$0	\$0	\$0
Local Funds	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
Annual Total	\$0	\$0	\$0	\$0	\$0	\$0
REVENUES	2022-23	2023-24	2024-25	2025-26	2026-27	5 -YEAR TOTAL
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Local Funds	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
Annual Total	\$0	\$0	\$0	\$0	\$0	\$0

## **EXPENDITURE EXPLANATION**

There is no anticipated direct material effect on governmental expenditures as a result of this measure. Genetic testing of certain cancer mutations, subject to medical necessity, is already an existing benefit. The proposed law specifies the circumstances in which coverage of a biomarker test (a type of genetic test) must be delivered. The proposed law excludes the Office of Group Benefits (OGB). Also, since this measure does not mandate a new coverage, the proposed law has no impact on health insurance policies issued under the insurance exchanges or the private insurance industry.

## **REVENUE EXPLANATION**

There is no anticipated direct material effect on governmental revenues as a result of this measure.

