Landon State Office Building 900 SW Jackson Street, Room 504 Topeka, KS 66612



Phone: (785) 296-2436 Fax: (785) 296-0231 shawn.sullivan@ks.gov

Shawn Sullivan, Director of the Budget

Sam Brownback, Governor

January 30, 2017

The Honorable Daniel Hawkins, Chairperson House Committee on Health and Human Services Statehouse, Room 521-E Topeka, Kansas 66612

Dear Representative Hawkins:

SUBJECT: Fiscal Note for HB 2119 by House Committee on Health and Human

Services

In accordance with KSA 75-3715a, the following fiscal note concerning HB 2119 is respectfully submitted to your committee.

HB 2119 would add materials to the definition of "covered service" as it is used regarding insurance and dental benefits. The bill would specify that "covered service" excludes any service or material provided at a nominal rate and excludes a service or material not covered because of maximum coverage limitations.

According the Kansas Department of Health and Environment (KDHE), the bill would not affect state expenditures for dental services but it would increase costs for members covered under the State Employee Health Plan (SEHP). Based on calendar year 2016 claims, KDHE estimates that the aggregate cost for SEHP members would be approximately \$233,268. Any fiscal effect associated with HB 2119 is not reflected in *The FY 2018 Governor's Budget Report*.

Sincerely,

Shawn Sullivan,

Director of the Budget

cc: Glenda Haverkamp, Insurance Charity Carlat, Dental Board Dan Thimmesch, Health & Environment