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Laura Kelly, Governor

February 15, 2019

The Honorable Robert Olson, Chairperson Senate Committee on Financial Institutions and Insurance Statehouse, Room 236-E Topeka, Kansas 66612

Dear Senator Olson:

SUBJECT: Fiscal Note for SB 109 by Senate Committee on Financial Institutions and

Insurance

In accordance with KSA 75-3715a, the following fiscal note concerning SB 109 is respectfully submitted to your committee.

SB 109 would repeal the Kansas Uninsurable Health Insurance Plan Act. In addition, the bill would remove the provision that individuals or enrollees who have their health insurance coverage involuntarily terminated because of the insolvency of their health maintenance organization are treated as the equivalent of a federally defined eligible individual.

According to the Insurance Department, enactment of SB 109 would result in a negligible reduction in expenditures due to decreased workload for employees who perform financial oversight functions for the Kansas Health Insurance Association. Any fiscal effect associated with SB 109 is not reflected in *The FY 2020 Governor's Budget Report*.

Sincerely,

Larry L. Campbell
Director of the Budget

cc: Glenda Haverkamp, Insurance

Dan Thimmesch, Health & Environment