

January 19, 2022

The Honorable Jeff Longbine, Chairperson
Senate Committee on Financial Institutions & Insurance
Statehouse, Room 546-S
Topeka, Kansas 66612

Dear Senator Longbine:

SUBJECT: Fiscal Note for SB 335 by Senate Committee on Financial Institutions and Insurance

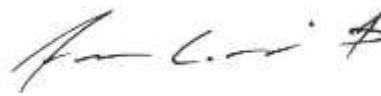
In accordance with KSA 75-3715a, the following fiscal note concerning SB 335 is respectfully submitted to your committee.

SB 335 would exempt certain health plans from the 1.0 percent premium tax due annually to the Insurance Department.

Estimated State Fiscal Effect				
	FY 2022 SGF	FY 2022 All Funds	FY 2023 SGF	FY 2023 All Funds
Revenue	--	--	(\$1,028,104)	(\$1,028,104)
Expenditure	--	--	--	--
FTE Pos.	--	--	--	--

The 1.0 percent premium tax collected for the certain health plans is paid to the Insurance Department and 100.0 percent is transferred to the State General Fund on May 1 of each year. The agency estimates it will collect \$1,028,104 for tax year 2022, which is due May 1, 2023. As a result, the agency estimates the enactment of bill would reduce State General Fund revenues by the same amount in FY 2023. Any fiscal effect associated with SB 335 is not reflected in *The FY 2023 Governor's Budget Report*.

Sincerely,



Adam Proffitt
Director of the Budget

cc: Bobbi Mariani, Insurance
Lynn Robinson, Department of Revenue
Celeste Chaney-Tucker, Department of Administration