

February 9, 2021

The Honorable Steve Johnson, Chairperson
House Committee on Insurance and Pensions
Statehouse, Room 276A-W
Topeka, Kansas 66612

Dear Representative Johnson:

SUBJECT: Fiscal Note for HB 2241 by House Committee on Insurance and Pensions

In accordance with KSA 75-3715a, the following fiscal note concerning HB 2241 is respectfully submitted to your committee.

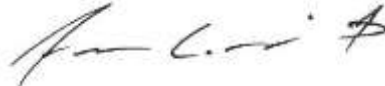
HB 2241 would require a health insurer that provides benefits for diagnostic breast cancer examinations to ensure that the cost-sharing requirements and treatment limitations that are applicable to a diagnostic examination are not less favorable than the requirements and limitations that apply to a screening examination for an insured.

Estimated State Fiscal Effect				
	FY 2021 SGF	FY 2021 All Funds	FY 2022 SGF	FY 2022 All Funds
Revenue	--	--	--	--
Expenditure	--	--	--	\$122,067
FTE Pos.	--	--	--	--

The Kansas Department of Health and Environment states that the State Employee Health Plan (SEHP) currently covers mammograms for women as a preventative service with no member cost share. The plan does not limit the number of eligible mammograms covered. The added costs to the SEHP would be to provide coverage to male members and for diagnostic magnetic resonance imaging and ultrasound screenings. The Department estimates the bill would increase costs to the SEHP by \$122,067 from special revenue funds in FY 2022. The estimate assumes a first-year annual cost increase of \$244,134. However, because the maximum out-of-pocket cost share obligation would not go into effect until January 1, 2022, only half of the annual costs would apply

to FY 2022. The Department estimates the cost would increase to \$257,561 in the out years, which assumes a usage and cost increase of \$13,427 or 5.5 percent. The Kansas Insurance Department states that the passage of the bill would not have a fiscal effect on the agency. Any fiscal effect associated with HB 2241 is not reflected in *The FY 2022 Governor's Budget Report*.

Sincerely,

A handwritten signature in black ink, appearing to read "Adam Proffitt", with a stylized flourish at the end.

Adam Proffitt
Director of the Budget

cc: Jeff Scannell, Department of Administration
Bobbi Mariani, Insurance