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Steven J. Anderson, CPA, MBA, Director

Division of the Budget

Sam Brownback, Governor

February 15, 2012

The Honorable Clark Shultz, Chairperson House Committee on Insurance Statehouse, Room 166-W Topeka, Kansas 66612

Dear Representative Shultz:

SUBJECT: Fiscal Note for HB 2565 by House Committee on Health and Human Services

In accordance with KSA 75-3715a, the following fiscal note concerning HB 2565 is respectfully submitted to your committee.

HB 2565 would require health insurance companies to provide, upon request from a physician, information on the amounts of expected benefit coverage provided by the insurer on specific procedures and services specified by the physician. The information would include:

- 1. The amount the patient will pay including deductible, copay and coinsurance;
- 2. The amount the provider will be paid;
- 3. A statement of services that will be denied;
- 4. Any payments that will be reduced from the agreed fee schedule amounts; and
- 5. An explanation if services are bundled.

The Kansas Insurance Department states that additional costs associated with HB 2565 would be negligible and could be handled within current resources.

Sincerely,

Steven J. Anderson, CPA, MBA

Director of the Budget

cc: Zac Anshutz, Insurance Aaron Dunkel, KDHE