

March 6, 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 2680 by Representative Landwehr, et al.

In accordance with KSA 75-3715a, the following fiscal note concerning HB 2680 is respectfully submitted to your committee.

HB 2680 would make the provisions of the Small Employer Health Care Plan Act inapplicable in cases where a small employer establishes a health reimbursement arrangement to contribute to the premiums of an eligible employee's individually underwritten health insurance plan.

The Kansas Insurance Department states that HB 2680 would not affect state revenue or expenditures. To the extent that local governments might qualify and elect to participate, as small employers and provide health benefits to their employees, the bill could increase expenditures.

Sincerely,



Steven J. Anderson, CPA, MBA
Director of the Budget

cc: Zac Anshutz, Insurance Department