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Sam Brownback, Governor

Steven J. Anderson, CPA, MBA, Director

January 24, 2011

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

Dear Senator Teichman:

SUBJECT: Fiscal Note for SB 14 by Senate Committee on Financial Institutions and Insurance

In accordance with KSA 75-3715a, the following fiscal note concerning SB 14 is respectfully submitted to your committee.

SB 14 would amend the Kansas Uninsurable Health Insurance Plan Act to allow children under the age of 19 to be eligible for plan coverage without having to experience a denial of coverage from two alternative insurance carriers. In addition, the bill increases the maximum lifetime benefit for all individuals on the plan from \$2.0 million to \$3.0 million. In succeeding years of the insurance plan's operation the maximum lifetime benefit could be adjusted with the approval of the Commissioner of Insurance.

The Kansas Insurance Department indicates that passage of SB 14 would have no fiscal effect on its operations, nor would it affect any state funds.

Sincerely,

Steven J. Anderson, CPA, MBA

Director of the Budget

cc: Zac Anshutz, Insurance Department