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Laura Kelly, Governor

February 15, 2022

The Honorable Brenda Landwehr, Chairperson House Committee on Health and Human Services Statehouse, Room 112-N Topeka, Kansas 66612

Dear Representative Landwehr:

SUBJECT: Fiscal Note for HB 2573 by House Committee on Health and Human Services

In accordance with KSA 75-3715a, the following fiscal note concerning HB 2573 is respectfully submitted to your committee.

HB 2573 would change the current household income eligibility requirement for the Kansas Children's Health Insurance Program (CHIP) from 250.0 percent of the 2008 federal poverty level to 250.0 percent of the current federal poverty income guidelines. The bill would also remove the current eight month waiting period requirement from the program for newly enrolled participants with a family income over 200.0 percent of the federal poverty income guidelines that previously had comprehensive health benefit coverage through another policy.

Estimated State Fiscal Effect				
	FY 2022	FY 2022	FY 2023	FY 2023
	SGF	All Funds	SGF	All Funds
Revenue				\$332,400
Expenditure			\$393,764	\$1,401,294
FTE Pos.				

The Kansas Department of Health and Environment estimates that enactment of HB 2573 would result in an additional 554 children becoming eligible for CHIP in FY 2023 and 568 in FY 2024. The agency estimates this would increase expenditures by approximately \$1.4 million, including \$393,764 from the State General Fund, in FY 2023 and \$1.4 million, including \$403,608

from the State General Fund, in FY 2024. There would be additional revenue generated by the current \$50 per month premium for this population estimated to total \$332,400 in FY 2023 and \$340,710 in FY 2024. Any fiscal effect associated with HB 2573 is not reflected in *The FY 2023 Governor's Budget Report*.

Adam Proffitt

Director of the Budget

cc: Dan Thimmesch, Health & Environment