Adam Proffitt, Director



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Laura Kelly, Governor

February 15, 2022

The Honorable Richard Hilderbrand, Chairperson Senate Committee on Public Health and Welfare Statehouse, Room 142-S Topeka, Kansas 66612

Dear Senator Hilderbrand:

SUBJECT: Fiscal Note for SB 407 by Senate Committee on Ways and Means

In accordance with KSA 75-3715a, the following fiscal note concerning SB 407 is respectfully submitted to your committee.

SB 407 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 SGF	FY 2022 All Funds	FY 2023 SGF	FY 2023 All Funds
Revenue				\$332,400
Expenditure			\$393,764	\$1,401,294
FTE Pos.				

The Kansas Department of Health and Environment estimates that enactment of SB 407 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

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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 SB 407 is not reflected in *The FY 2023 Governor's Budget Report*.

Sincerely,

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Adam Proffitt Director of the Budget

cc: Dan Thimmesch, Health & Environment