

FISCAL NOTE

This bill contains appropriations totaling \$195,000 from the GENERAL FUND to the Department of Insurance. These appropriations are effective immediately.

This bill contains an authorization of 1 full-time position to the Department of Insurance.

	FY 2024	FY 2025	FY 2026
NON-ADMINISTRATIVE IMPACT			
Anticipated Revenue (decrease)			
EMPLOYEE HEALTH INSURANCE	(\$2,500,000)	(\$2,600,000)	(\$2,700,000)

Source of revenue (decrease):

Decrease in coupon revenue from elimination of coupon program

Assumptions:

According to the Employees Group Insurance Program (EGI), page 4, lines 1 and 2 of the bill would eliminate EGI's current pharmaceutical manufacturer's coupon program by removing mandatory specialty medication mail order services. The EGI anticipates that this would decrease coupon program revenues by an approximately \$2.5 million in FY 2024, \$2.6 million in FY 2025 and \$2.7 million in FY 2026.

Source of expenditure increase:

According to the EGI, the bill language on page 2, line 15 through page 3 line 21 and the bill language on page 5, line 6 through line 11 would result in increased expenditures from the EGI program in the form of increased claims costs. However, the EGI is unable to estimate the amount of these increased expenditures at this time.

The EGI states that the increased expenditures and decreased revenues described above would require the EGI to increase health insurance premiums to the EGI participants to offset the increased expenditures and decreased revenues.

Any additional fiscal or personnel impact is not determinable due to insufficient time to complete the fiscal note process.

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