

FISCAL NOTE

| | FY 2025 | FY 2026 | FY 2027 |
|----------------------------------|----------------|----------------|----------------|
| NON-ADMINISTRATIVE IMPACT | | | |
| Anticipated Revenue decrease | | | |
| EMPLOYEE HEALTH INS ACCT | \$0 | \$0 | (\$123,596) |

Source of revenue decrease:

This bill provides a two-year limit on the time that insurers may request reimbursement for overpayment of a health claim. The bill is applicable to all health insurance overpayments made on or after July 1, 2024.

The fiscal impact in the form of a revenue decrease to the employee health insurance account is due to the Department of Administration and Information's Employee Group Insurance division (EGI)'s inability to recover overpayments after two years.

Assumptions:

EGI assumes an increase to the fiscal impact of six percent per fiscal year.

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