

January 25, 2023

The Honorable William Sutton, Chairperson  
House Committee on Insurance  
300 SW 10th Avenue, Room 218-N  
Topeka, Kansas 66612

Dear Representative Sutton:

**SUBJECT:** Fiscal Note for HB 2094 by House Committee on Insurance

In accordance with KSA 75-3715a, the following fiscal note concerning HB 2094 is respectfully submitted to your committee.

Under current law, a health maintenance organization or Medicare provider organization, in order to obtain a certificate of authority from the Kansas Insurance Commissioner, must provide monthly financial projections from the anticipated date of certificate for the first year and quarterly statements for the subsequent two years. HB 2094 would only require financial projections on a yearly basis from the date of application for all three years. The bill would also require that if a health maintenance organization or Medicare provider organization is expected to incur a deficit, financial projections for each deficit year would be sent to the Commissioner for up to five years.

The Kansas Insurance Department, the League of Kansas Municipalities, and the Kansas Association of Counties all state that the bill would not have a fiscal effect to its operations.

Sincerely,



Adam Proffitt  
Director of the Budget

cc: Bobbi Mariani, Insurance Department  
Wendi Stark, League of Kansas Municipalities  
Jay Hall, Kansas Association of Counties