

FISCAL NOTE NARRATIVE FOR SB 2040

BCBS is the insurance carrier for the state uniform health insurance program administered by PERS. They have indicated to us that the proposal in this bill will have an actuarial effect on the states health plan. Specifically, this proposal would require adding an additional covered service to the PERS benefit structure not presently included. This would increase plan costs and could result in an increase in the required premiums. Each ten cent per month increase in state premiums would require additional funding of \$1,134 per month or \$27,216 per biennium. At this point BCBS has not advised us what premium increase may be required. If passed the provisions of this bill would be effective for the uniform group insurance plan on July 1, 1999.