## COMMONWEALTH OF KENTUCKY FISCAL NOTE STATEMENT LEGISLATIVE RESEARCH COMMISSION 2025 REGULAR SESSION

## MEASURE

2025 BR NUMBER <u>1132</u>

SENATE BILL NUMBER 155

TITLE AN ACT relating to state employee health insurance.

**SPONSOR** Senator Michael J. Nemes

## FISCAL SUMMARY

STATE FISCAL IMPACT:  $\Box$  YES  $\boxtimes$  NO  $\Box$  UNCERTAIN

OTHER FISCAL STATEMENT(S) THAT MAY APPLY: ACTUARIAL ANALYSIS OCAL MANDATE CORRECTIONS IMPACT HEALTH BENEFIT MANDATE STATE EMPLOYEE HEALTH PLAN IMPACT

APPROPRIATION UNIT(S) IMPACTED:

FUND(S) IMPACTED: GENERAL ROAD FEDERAL RESTRICTED

FISCAL ESTIMATES	2024-2025	2025-2026	ANNUAL IMPACT AT FULL IMPLEMENTATION
REVENUES			
EXPENDITURES			
NET EFFECT			

() indicates a decrease/negative

**PURPOSE OF MEASURE:** The purpose of this measure is to exclude employers who stopped participating in the Kentucky Employees Retirement System by June 30, 2021, from rejoining the state health insurance plan. It requires health insurance to cover at least 60% of in-network services, meet federal standards, and avoid discrimination against highly compensated employees. The bill also updates the membership and reporting requirements for the Kentucky Group Health Insurance Board and repeals the Advisory Committee of State Health Insurance Subscribers.

**FISCAL EXPLANATION:** The statutory changes contained in this measure do not result in any new "mandated health benefit" as defined by KRS 6.948(1)(f); therefore, the bill is not anticipated to result in any increase or decrease in state employee health plan premiums. There are no estimated changes in benefit payments for the Kentucky Public Pensions Authority (KPPA).

DATA SOURCE(S): <u>Personnel Cabinet, Kentucky Public Pension Authority, LRC Staff</u> PREPARER: <u>Jeremy Simpson</u> NOTE NUMBER: <u>113</u> REVIEW: <u>JMR</u> DATE: <u>2/26/2025</u>