

BILL SUMMARY
1st Session of the 52nd Legislature

Bill No.:	HB 1810
Version:	Introduced (5890)
Author:	Rep. Jabar Shumate
Date:	February 8, 2009
Impact:	\$28,618,360

Bill Summary

Fiscal Summary

Fiscal Analyst: Mark Newman

HB 1810, as introduced, is new language establishing a program whereby the Oklahoma Health Care Authority (OHCA) shall provide matching funds, up to \$500 per eligible participant, for health and wellness accounts. A revolving fund will be established in the State Treasury for handling these funds received by the Authority.

Fiscal Analysis

Based on information provided by OHCA, data provided by the Government Accounting Office (GAO), and the U.S. Census Bureau, the fiscal impact of HB 1810 will be approximately \$28,618,360 as the state match. According to the GAO there were 4.5 million people participating in a Health Savings Account (HSA) in 2007. This amount represents approximately 1.49% of the total U.S. population. The census bureau indicates that Oklahoma's population was a little over 3.6 million. Applying the national HSA participation percent to Oklahoma, OHCA estimates that the impact will be calculated as follows:

	<u>Participants &</u>		
	<u>FTE</u>	<u>Unit \$</u>	<u>Impact</u>
<i>MMIS Loss of FFP</i>	53,890	\$4	\$215,560
<i>100% state funds</i>	53,890	\$500	\$26,945,000
<i>Bank Third Party Administrator</i>	53,890	\$20	\$1,077,800
<i>EDS-to-Bank TPA Interface</i>	1	\$175,000	\$175,000
<i>OHCA FTE</i>	2	\$65,000	\$130,000
<i>Miscellaneous Charges</i>	1	\$75,000	\$75,000
Total State Dollars			\$28,618,360

Long Term Fiscal Considerations

This legislation assumes there will be no federal participation from Titles XIX or XXI. For these reasons, OHCA may lose additional federal funds from their administrative cost allocation plan.

Fiscal Analysis Reviewed By:

Janice Buchanan

House Fiscal Director