

Frank Wilson
Administrator
Employees Group Insurance Division

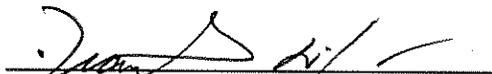


Preston L. Doerflinger
Director and Secretary
of Finance and Revenue

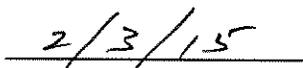
State of Oklahoma
Office of Management and Enterprise Services

Estimated Impact of House Bill 1567:

This bill removes the restriction on HealthChoice plan designs which are currently prohibited from including different member cost-sharing (i.e. deductibles, co-payments and co-insurance) features for different providers performing the same service. Removing this restriction would allow for plan designs that incentivize patients to utilize lower cost providers where appropriate. Depending on plan design incentives and patient choices, total annual savings resulting from a shift to lower cost providers is estimated to be approximately \$4 to \$8 million under current HealthChoice network provider contracts.



Frank Wilson, EGID Administrator



Date