

**Bill Summary**  
1<sup>st</sup> Session of the 57<sup>th</sup> Legislature

<b>Bill No.:</b>	<b>SB 251</b>
<b>Version:</b>	<b>INT</b>
<b>Request No.:</b>	<b>929</b>
<b>Author:</b>	<b>Sen. Daniels</b>
<b>Date:</b>	<b>01/14/2019</b>

**Bill Analysis**

SB 251 requires the Health Care Authority to utilize a third party to handle all administrative and legal processes directly related to medical expense recovery. The third party will be selected by the Oklahoma Department of Insurance and must be a private entity.

Prepared by: Kalen Taylor

**Fiscal Analysis**

FY'20 Impact: Dependent of Terms of Contract

Full Year Impact: Dependent of Terms of Contract

SB 251 will have the Insurance Dept. select a private entity to conduct OHCA's medical expense recovery unit. Cost effectiveness will come from the fee the private entity will charge as well as the increase in collections. Based on the data provided by OHCA, with a 25% collection fee and no increased collections, this would amount to a net loss of \$875,000 to the state. This would also eliminate 3 positions at OHCA with an annual salary cost of \$140,549 which has not been included in the calculations above.

Prepared by: Oklahoma Health Care Authority