Fiscal Impact 1st Session of the 57th Legislature

> Bill No.: Version: Author: Date:

SB 251 HASB Sen. Daniels 05/07/2019

Fiscal Analysis

FY'20 Impact: Dependent on Terms of Contract

Full Year Impact: Dependent on 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 an 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