

March 18, 2024

The Honorable Jeff Longbine, Chairperson  
Senate Committee on Financial Institutions and Insurance  
300 SW 10th Avenue, Room 546-S  
Topeka, Kansas 66612

Dear Senator Longbine:

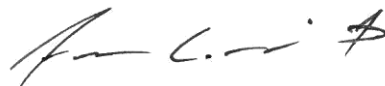
**SUBJECT:** Fiscal Note for SB 553 by Senate Committee on Federal and State Affairs

In accordance with KSA 75-3715a, the following fiscal note concerning SB 553 is respectfully submitted to your committee.

SB 553 would allow a plan sponsor of a health benefit plan, on behalf of a covered person, to provide consent to electronic delivery of communications related to the plan and health insurance identification cards. Before providing consent on behalf of a covered person, a plan sponsor must confirm that the covered person routinely, at least once every 24 hours during the work week, uses electronic communications during the normal course of employment. Before utilizing electronic means to deliver any plan communications or health insurance identification cards, the health benefit plan must provide the covered person with an opportunity to opt out of electronic delivery and select United States mail as the preferred method of delivery for such health benefit plan covered person and document that all applicable requirements have been met.

The Department of Administration and the Insurance Department indicate enactment of the bill would not have a fiscal effect on operations of either agency.

Sincerely,



Adam C. Proffitt  
Director of the Budget

cc: Bobbi Mariani, Insurance Department  
Tamara Emery, Department of Administration