

March 19, 2026

The Honorable William Sutton, Chairperson
House Committee on Insurance
300 SW 10th Avenue, Room 218-N
Topeka, Kansas 66612

Dear Representative Sutton:

SUBJECT: Fiscal Note for HB 2556 by House Committee on Health and Human Services

In accordance with KSA 75-3715a, the following fiscal note concerning HB 2556 is respectfully submitted to your committee.

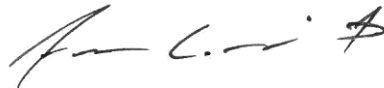
HB 2556 would require that any review, audit, or investigation by a nonprofit dental service corporation concerning healthcare provider claims that result in the recoupment or setoff of funds previously paid to the healthcare provider would be completed not more than six months after the completed claims were initially paid. The bill would not restrict reviews, audits, or investigations concerning certain claims detailed in the bill. A dental benefit plan or utilization review entity would not deny a claim submitted by a dentist for a procedure specifically included in a prior authorization, unless a procedure is denied for reasons listed in the bill. The bill would also prohibit certain contract terms between a health insurer and a dentist.

The Kansas Department of Corrections, the Dental Board, the Kansas Department of Insurance, the Kansas Department for Aging and Disability Services, and the Kansas Department of Health and Environment, all state that the bill would not have a fiscal effect.

The Department of Administration states that the services impacted by the bill are not covered services under the State Employee Health Plan, so there would be no fiscal effect on the Plan. However, there would be an impact to what consumers pay. Based on data from 2024 claims data State of Kansas members would potentially be subject to an additional \$3,332,411 for dental services with no increase in dental benefits. Any fiscal effect associated with HB 2556 is not reflected in *The FY 2027 Governor's Budget Report*.

The League of Kansas Municipalities and the Kansas Association of Counties both state that the bill would not have a fiscal effect. The Kansas Association of School Boards indicates that the bill could result in an increase in premiums from dental health insurance providers that would be passed along to school districts who provide dental health insurance for their employees. However, the Association cannot estimate a precise fiscal effect.

Sincerely,

A handwritten signature in black ink, appearing to read "Adam C. Proffitt", followed by a stylized flourish.

Adam C. Proffitt
Director of the Budget

cc: Samir Arif, Department of Administration
Charity Carlat, Kansas Dental Board
Wendi Stark, League of Kansas Municipalities
Bruce Chladny, Kansas Association of Counties
Leigh Keck, Department for Aging & Disability Services
Jennifer King, Department of Corrections
Kyle Strathman, Department of Insurance
Amy Penrod, Department of Health & Environment
Angie Stallbaumer, Kansas Association of School Boards