

February 20, 2026

The Honorable Will Carpenter, Chairperson  
House Committee on Health and Human Services  
300 SW 10th Avenue, Room 112-N  
Topeka, Kansas 66612

Dear Representative Carpenter:

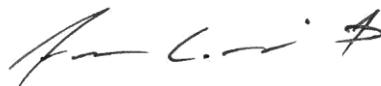
SUBJECT: Fiscal Note for HB 2730 by House Committee on Health and Human Services

In accordance with KSA 75-3715a, the following fiscal note concerning HB 2730 is respectfully submitted to your committee.

HB 2730 would amend requirements for managed care organizations (MCOs) for the Kansas Medical Assistance Program. The bill would remove provisions of KSA 39-709h related to the procurement of services of an independent auditor for the review of MCO claims. Beginning January 1, 2028, MCOs providing services under the Kansas Medical Assistance Program or the Children's Health Insurance Program, would be required to provide an explanation of benefits either digitally or by postal mail to enrollees after provision of healthcare services. The bill would detail the requirements of the explanation of benefits. The Secretary of Health and Environment would be required to adopt rules and regulations necessary to implement provisions of the bill prior to January 1, 2028.

According to the Kansas Department of Health and Environment, enactment of HB 2730 would increase expenditures by \$66,000, including \$33,000 from the State General Fund in FY 2027. This would be the one-time cost related to making necessary updates to the Kansas Modular Medicaid System to capture benefit plan or assignment plan and adjusted unit information from the MCOs to meet the requirements of the bill. Any fiscal effect associated with HB 2730 is not reflected in *The FY 2027 Governor's Budget Report*.

Sincerely,



Adam C. Proffitt  
Director of the Budget

cc: Amy Penrod, KDHE