



GOVERNOR'S OFFICE OF
BUDGET AND PROGRAM PLANNING

Fiscal Note 2023 Biennium

Bill # HB0379

Title: Revise laws for non-discriminatory rate setting in insurance

Primary Sponsor: Vinton, Sue

Status: As Introduced

- Significant Local Gov Impact
 Needs to be included in HB 2
 Technical Concerns
 Included in the Executive Budget
 Significant Long-Term Impacts
 Dedicated Revenue Form Attached

FISCAL SUMMARY

	<u>FY 2022</u> <u>Difference</u>	<u>FY 2023</u> <u>Difference</u>	<u>FY 2024</u> <u>Difference</u>	<u>FY 2025</u> <u>Difference</u>
Expenditures:				
General Fund	\$0	\$0	\$0	\$0
Revenue:				
General Fund	\$0	\$0	\$0	\$0
Net Impact-General Fund Balance:	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>

Description of fiscal impact: HB 379 allows the use of industry-approved actuarial standards based on sex when setting insurance premium rates. This bill has no fiscal impact to the state.

FISCAL ANALYSIS

Assumptions:

Department of Administration

- The actuary for the State Employee Group Benefits Plan (Plan) uses age and gender tables to predict costs and to account for underlying demographic changes in developing the monthly Plan rates. However, the Plan charges one rate to all members within a given coverage tier (member only, member and spouse, and so forth).
- Since the Plan does not charge separate rates based on age or gender, HB 379 has no fiscal impact.

Office of the Commissioner of Higher Education

- The Montana University System does not rate based on gender, so there is no fiscal impact.

State Auditor's Office

- The State Auditor's Office will absorb any additional workload from HB 379 with existing FTE. Therefore, there is no fiscal impact to the office.

PEV
Sponsor's Initials

02/18/21
Date

KA
Budget Director's Initials

2/17/21
Date