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NORTH CAROLINA GENERAL ASSEMBLY

LEGISLATIVE FISCAL NOTE

BILL NUMBER: Senate Bill 1043

SHORT TITLE: Medical Care Savings Plan

SPONSOR(S): Senator Forrester

FISCAL IMPACT: Expenditures: Increase () Decrease ()

Revenues: Increase () Decrease ()

No Impact (X)

No Estimate Available ()

FUND AFFECTED: General Fund (X) Highway Fund () Local Fund ()
Other Fund (X) Department of Insurance Fund

BILL SUMMARY: Senate Bill 1043 directs the State Health Director to prepare a medical and health care plan for the purpose of providing incentives to employees to reduce medical expenses. The bill directs that the plan shall enable an employer to set aside for each of its employees each year a percentage of the amount the employer spends on medical and health care benefits for the employee, with any funds not expended at the end of the year to be paid to the employee. The Commissioner of Insurance would be required to prepare a proposed plan for the purpose stated in the bill and submit it to the State Health Director by November 1, 1993. The bill requires the State Health Director to revise the proposed plan and submit a final plan to the General Assembly on the first day of the 1994 session.

EFFECTIVE DATE: Upon Ratification

PRINCIPAL DEPARTMENT(S)/PROGRAM(S) AFFECTED: Department of

Environment,

Health, and Natural

Resources

Department of Insurance

FISCAL IMPACT

	FY 1993-94	FY 1994-95	FY 1995-96	FY 1996-97	FY
<u>1997-98</u>	<u> 1993</u> <u>91</u>	<u> </u>	<u> </u>	<u> </u>	
EXPENDITURES	-0-	-0-	-0-	-0-	-0-

TOTAL EXPENDITURES

STATE FUNDS

FEDERAL FUNDS

LOCAL FUNDS

OTHER FUNDS

RECEIPTS/FEES

POSITIONS:

ASSUMPTIONS AND METHODOLOGY: Activities required by the bill are already within the scope of current responsibilities in the affected departments.

SOURCES OF DATA: Department of Environment, Health, and Natural Resources

TECHNICAL CONSIDERATIONS:

FISCAL RESEARCH DIVISION

733-4910

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