## Fiscal Estimate - 2023 Session

☑ Original		Updated		Corrected		Suppler	mental
LRB Number 2	23-366	5/1	Intro	oduction	Number	SB-03	364
<b>Description</b> adopting federal tax lav services	w change	s regarding co	ntributions t	o a health sa	avings accour	nt and tele	ehealth
Fiscal Effect				,			
State:  No State Fiscal E Indeterminate Increase Exist Appropriation Appropriation Create New A	sting s sting s	Rev Dec Rev	ease Existir renues rease Exist renues	ig <u>E</u>	Increase Co possible to agency's bu Yes Decrease C	absorb w idget s	
Local:  No Local Govern Indeterminate  1. Increase C Permissive 2. Decrease C	osts Mand Costs	3. ☐ Inci atory ☐ Per 4. ☐ Dec	rease Rever missive	nue Mandatory enue	5.Types of Loc Government Affected Towns Counties School Districts	Units Units	rs S
Fund Sources Affects  GPR FED	ed PRO	PRS [	]SEG [	Af SEGS	fected Ch. 20	Approp	riations
Agency/Prepared By			Authorized	Signature			Date
DOR/ Bradley Caruth (	608) 261·	-8984	Michael Oa	kleaf (608) 2	261-5173	4	7/21/2023

## Fiscal Estimate Narratives DOR 7/21/2023

LRB Number	23-3665/1	Introduction Number	SB-0364	Estimate Type	Original
Description adopting federal tax law changes regarding contributions to a health savings account and telehealth services					

## Assumptions Used in Arriving at Fiscal Estimate

Effective beginning in tax year 2022, this bill adopts changes to the federal Internal Revenue Code relating to telehealth services and other remote care services. Under the bill, generally, an individual may claim as a state income tax deduction the amount of his or her contribution to a health savings account, if the individual is covered by a health plan considered a high deductible health plan under federal law even if the plan does not provide a deductible for telehealth or other remote care services.

The provision is expected to reduce revenue by \$1.4 million in fiscal year 2024 and \$0.6 million in fiscal year 2025.

Long-Range Fiscal Implications

## Fiscal Estimate Worksheet - 2023 Session

Detailed Estimate of Annual Fiscal Effect

☑ Original ☐ Updated	Corrected	Supplemental			
LRB Number <b>23-3665/1</b>	Introduction Nur	nber <b>SB-0364</b>			
<b>Description</b> adopting federal tax law changes regarding telehealth services	contributions to a health savi	ngs account and			
I. One-time Costs or Revenue Impacts fo annualized fiscal effect):	r State and/or Local Goverr	iment (do not include in			
II. Annualized Costs:	Annualized Fisc	Annualized Fiscal Impact on funds from:			
•	Increased Costs	Decreased Costs			
A. State Costs by Category					
State Operations - Salaries and Fringes	\$	\$			
(FTE Position Changes)					
State Operations - Other Costs					
Local Assistance					
Aids to Individuals or Organizations					
TOTAL State Costs by Category	\$	\$			
B. State Costs by Source of Funds					
GPR					
FED					
PRO/PRS					
SEG/SEG-S					
III. State Revenues - Complete this only v revenues (e.g., tax increase, decrease in		or decrease state			
	Increased Rev	Decreased Rev			
GPR Taxes	\$	\$			
GPR Earned					
FED					
PRO/PRS					
SEG/SEG-S					
TOTAL State Revenues	\$	\$			
NET ANNUA	LIZED FISCAL IMPACT				
	<u>State</u>	<u>Local</u>			
NET CHANGE IN COSTS	\$	\$			
NET CHANGE IN REVENUE	\$See Text	\$			
Agency/Prepared By	Authorized Signature	Date			
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