

## Rep Olson

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**From:** Satyal Vijay A  
**Sent:** Monday, February 03, 2014 12:17 PM  
**To:** Rep Olson  
**Subject:** Hello - HB 4072 - Ballpark revenue impact estimate

**Categories:** AO ATTN

Hello Rep. Olson --

Greetings from LRO... I am assigned to review HB 4072 for possible revenue impacts and I wanted to reach out to you first and give a **very preliminary estimate** of what the revenue impact(s) could be if the bill remains as written.

In the table below, I took the liberty to evaluate some scenarios of: Participation rate in the program at a low-end of 25% and a conservative high end of 75%. The wellness incentive \$ was also reviewed at a low of \$250 versus a high/max of \$500. Additional assumptions that affect these estimates are: Differing participation rates, tax rate of 9% and eligible participants are full and part-time employees.

The table gives a breakdown of **estimates of revenue impacts** per year and across the 3 successive biennia.

Part Rate	Wellness \$	Per Year \$	2015-17	2017-19	2019-21
			Revenue Impact (Millions \$)		
25%	\$250	-\$10.31	-\$19.84	-\$20.57	-\$21.09
	\$500	-\$20.62	-\$39.68	-\$41.13	-\$42.19
75%	\$250	-\$31.00	-\$59.52	-\$61.70	-\$63.28
	\$500	-\$61.87	-\$119.04	\$123	-\$126.56

If you have any questions about this, feel free to please contact me at the number/email as below and please note that these figures above are estimates and could change with newer/detailed information.

Thanks - Vijay

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