May 13, 2025

Jay D. Hartz, Director

Legislative Research Commission

Capitol Building, Room 300

Frankfort, KY 40601

Dear Director Hartz:

Enclosed is the SFY 2025 Third Quarter Managed Care Organization Report from the Cabinet for Health and Family Services, Department for Medicaid Services. The report is required by Section 7 of House Bill 695, enacted during the 2025 legislative session.

The report includes monthly actual expenditures by category, monthly eligibles, and average monthly cost per eligible for Medicaid and KCHIP, along with current trailing 12-month averages for each of these figures. The report provides actual figures for other categories including pharmacy rebates and reinsurance. It also includes the most recent information available regarding the amount withheld to meet Department of Insurance reserve requirements, and any distribution of moneys received or retained in excess of these reserve requirements.

If you have any questions regarding this report, please contact Jonathan Scott at [jonathant.scott@ky.gov](mailto:jonathant.scott@ky.gov).

Sincerely,



Lisa D. Lee

Commissioner