

**Kentucky Department of Insurance
Financial Impact Statement**

I. Mandating health insurance coverage of BR 1463 / HB 415, is not expected to materially increase premiums, based upon our analysis of the proposed mandate and our experience with similar health insurance benefits. The proposed mandate requires that health benefit plans provide coverage for:

- a. Enteral infant and baby formulas prescribed by a physician as medically necessary or a proven effective disease-specific treatment regimen. Coverage may be subjected to a cap of \$3,000.
- b. Renting or purchasing breastfeeding equipment and comprehensive lactation support and counselling by a trained health care professional during pregnancy and in the postpartum period. Coverage shall not be subject to any cost-sharing requirement.

Our analysis includes health benefit plans, for all fully insured policies in Kentucky, excluding Medicaid and state employees.

The proposed BR 1463 / HB 415, as described above, is not expected to materially increase the total cost of health care in the Commonwealth, based upon our analysis of the proposed mandate and our experience with similar health insurance benefits. Our analysis includes health benefit plans, for all fully insured policies in Kentucky, excluding Medicaid and state employees.

The proposed BR 1463 / HB 415, as described above, is not expected to materially increase administrative expenses of insurers, based upon our analysis of the proposed mandate and our experience with similar health insurance benefits. Our analysis includes health benefit plans, for all fully insured policies in Kentucky, excluding Medicaid and state employees.

Our analysis included the use of data and statistics from The Affordable Care Act (ACA), The Census, a California Fiscal Impacts Statement for AB513, a Florida Fiscal Impact Statement for SB 358, actuarial judgement and a 2022 Annual Data Report provided by DOI.

Disclosure: L&E made several assumptions in performing the analysis. Several of these assumptions are subject to material uncertainty and it is not unexpected that actual results could materially differ from these estimates if a more in-depth analysis were to be performed.

Disclosure: Due to the material disclosure requirements required therein, we must acknowledge that the content of this report may not comply with Actuarial Standard of Practice No. 41 Actuarial Communications



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LEWIS & ELLIS, LLC
2024

LEWIS & ELLIS, LLC February 9,
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2/9/2024

(Signature of Commissioner/Date)