

**Kentucky Department of Insurance
Financial Impact Statement**

- I. Mandating health insurance coverage of BR 2046/HB 589, 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 a dental benefit plan to honor an assignment, made in writing by a covered person, of payment due under the plan to a provider for dental services provided to the covered person. Under a valid assignment a provider may bill the insurer and notify the insurer of the assignment and also must provide a statement informing the covered person if they are an out-of-network provider and that they may charge the covered person for services not covered under the dental plan. The insurer shall make payment directly to the provider and payments made to a provider with a valid assignment must be at the same rate as payments made to in-network providers. Additionally, the proposed mandate specifies that it should not be construed to limit the scope of the insurer's benefits, services, or any other terms of the insurer's plan. Our analysis includes health benefit plans, for all fully insured policies in Kentucky, excluding Medicaid and state employees.

The proposed BR 2046, 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 2046, 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 actuarial judgement, KY Affordable Care Act (ACA) filings for plan year 2024, and a 2022 Annual Data Report provided by DOI.

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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March 4, 2024



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3/4/2024

(Signature of Commissioner/Date)

FIS Actuarial Form 6-03