

HB 734 would have a negative fiscal impact on local governments. Based on a 2024 Department of Insurance fiscal impact statement, the expected increase in premium for health benefit plans due to HB 734, excluding Medicaid and the state employee's health plan, is approximately \$0.00 to \$1.09 per member per month. While some local governments participate in the Kentucky Employee's Health Plan, those who do not may pay higher premiums due to the requirements of the bill. This represents an increase of approximately 0.0% to 0.1% or \$0 to \$4.8 million for all fully insured policies in Kentucky, excluding Medicaid and the state employees' health plan.

The bill will likely not increase the administrative expenses of insurers.

Data Source(s): LRC Staff. Department of Insurance

Preparer: Bart Liguori (MS) **Reviewer:** KHC **Date:** 2/27/24