

PURPOSE OF BILL: SB 123

To amend the law concerning coverage for mammograms and breast ultrasounds.

ACTUARIAL STATEMENT

The Fiscal Impact Statement was prepared according to generally accepted actuarial principles and practices, in compliance with ACT 112. The Statement provides an estimate of the financial and actuarial effect of the proposed change(s) on the Plans, if possible. The Statement makes no comment or opinion with regard to the merits of the measure for which the Statement is prepared; however, any identified technical or mechanical defects have been noted.

We have reviewed the input and results of our analysis for reasonableness and relied upon the data and information provided by the Plans and their Claims Processing Contractors.

A handwritten signature in black ink, appearing to read "Patrick Klein".

3/14/2025

Patrick Klein, FSA, MAAA
Vice President, Segal

Date

A handwritten signature in black ink, appearing to read "Matthew Kersting".

3/14/2025

Matthew Kersting, FSA, MAAA
Vice President, Segal

Date

PROJECTED COSTS

Plan	Plan Design Change	Estimated Cost/(Savings)
EBD	Remove cost-sharing requirement for supplemental breast examinations	\$700,000 - \$1,000,000

PRICING APPROACH AND COMMENTS

Senate Bill 123 requires coverage of supplemental breast examinations when medically necessary with no cost-sharing. The coverage of supplemental breast examinations was confirmed with standard cost-sharing as covered by EBD.

In 2023, EBD members paid \$660,000 in cost sharing for all breast examinations. These claims costs would shift from the member to the plan according to SB 123. Therefore, we would expect this bill to have a cost impact on EBD of \$700,000 - \$1,000,000 annually after applying medical trend and possible increased utilization of the diagnostic breast examinations. This is 0.1%-0.2% of projected medical claims.