SENATE COMMITTEE ON APPROPRIATIONS

Senator Anthony Portantino, Chair 2021 - 2022 Regular Session

AB 570 (Santiago) - Dependent parent health care coverage

Version: August 16, 2021 **Policy Vote:** HEALTH 9 - 2

Urgency: No **Mandate:** Yes

Hearing Date: August 26, 2021 **Consultant:** Karen French

Bill Summary: Requires an individual health plan contract or health insurance policy issued, amended, or renewed on or after January 1, 2022, that provides dependent coverage to make dependent coverage available to a parent or stepparent who meets the definition of a "qualifying relative" under federal law and who lives or resides within the health plan's or insurer's service area.

****** ANALYSIS ADDENDUM - SUSPENSE FILE ********

The following information is revised to reflect amendments adopted by the committee on August 26, 2021

Fiscal Impact: •

- The DMHC estimates the total cost of this bill to be approximately \$22,000 MCF and 0.1 PY in FY 2021-22, \$74,000 MCF and 0.3 PY in FY 2023-24 and the same amount annually thereafter
- CDI costs are minor and absorbable (Insurance Fund).
- Non State costs of \$12 million to \$48 million annually in premium increases to individuals purchasing insurance in the individual market, and additional related costs in increased cost-sharing, paid by individuals.

Author Amendments: Amend per author to delete dental insurance and make technical change to notice requirements.

Committee Amendments: None