## **BILL SUMMARY**

2<sup>nd</sup> Session of the 59<sup>th</sup> Legislature

Bill No.: SB 744
Version: FA1
Request Number: 11024
Author: Rep. Wallace
Date: 4/22/2024
Impact: \$453,600

## **Research Analysis**

The floor substitute to engrossed Senate Bill 744 requires the Oklahoma Health Care Authority to offer Medicaid coverage for medically necessary donor human milk-derived products for infants under twelve months old, subject to federal approval. Conditions for coverage include a physician's order citing medical necessity due to factors like low birth weight, premature birth, or specific health conditions. Donor milk products must meet quality standards set by the Health Care Authority Board. Reimbursement for inpatient use will be separate from existing hospital payments. The Board will develop rules for implementation, with interim policies posted on the Authority's website. The Authority will seek required federal approvals for implementation.

# <u>DIFFERENCE BETWEEN FLOOR SUBSTITUTE AND ENGROSSED VERSION</u>

The engrossed version was a measure relating to the Ambulance Service Provider Access Payment Program. The floor substitute removes all previous language and replaces it with the language summarized above.

Prepared By: Matthew Brenchley

## **Fiscal Analysis**

SB 744 requires the Oklahoma Health Care Authority (OHCA) to provide Medicaid coverage for donor human milk-derived products under certain circumstances. According to OHCA, approximately fifty-six (56) babies would have qualified in the previous year. Assuming the approximate cost of donor milk fortifier remains One Hundred Thirty-Five Dollars (\$135) per day and used on average for sixty (60) days, the fiscal impact for the state is anticipated to be Four Hundred Fifty-Three Thousand Six Hundred Dollars (\$453,600).

Prepared By: Alexandra Ladner, House Fiscal Staff

## **Other Considerations**

None.