By: Lindsay S.B. No. 121

A BILL TO BE ENTITLED

1 AN ACT

- 2 relating to the application of the open meetings law to certain
- 3 health maintenance organizations.
- 4 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:
- 5 SECTION 1. Section 551.085, Government Code, is amended to
- 6 read as follows:
- 7 Sec. 551.085. GOVERNING BOARD OF CERTAIN PROVIDERS OF
- 8 HEALTH CARE SERVICES. (a) This chapter does not require the
- 9 governing board of a municipal hospital, municipal hospital
- 10 authority, hospital district created under general or special law,
- or nonprofit health maintenance organization created under Section
- 12 534.101, Health and Safety Code, to conduct an open meeting to
- 13 deliberate:
- 14 (1) pricing or financial planning information
- 15 relating to a bid or negotiation for the arrangement or provision of
- 16 services or product lines to another person if disclosure of the
- information would give advantage to competitors of the hospital,
- 18 hospital district, or nonprofit health maintenance organization;
- 19 or
- 20 (2) information relating to a proposed new service or
- 21 product line of the hospital, hospital district, or nonprofit
- 22 health maintenance organization before publicly announcing the
- 23 service or product line.
- 24 (b) The governing board of a health maintenance

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- 1 organization created under Section 281.0515, Health and Safety
- 2 Code, that is subject to this chapter is not required to conduct an
- 3 open meeting to deliberate information described by Subsection (a).
- 4 SECTION 2. This Act takes effect September 1, 2003.