By: Deuell S.B. No. 1143

## A BILL TO BE ENTITLED

Τ	AN ACT
2	relating to prohibiting certain ranking of physicians by health
3	benefit plans.
4	BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:
5	SECTION 1. Subtitle F, Title 8, Insurance Code, is amended
6	by adding Chapter 1460 to read as follows:
7	CHAPTER 1460. CERTAIN PHYSICIAN RANKING BY HEALTH BENEFIT PLANS
8	PROHIBITED
9	Sec. 1460.001. DEFINITIONS. In this chapter:
10	(1) "Health benefit plan issuer" means an entity
11	authorized under this code or another insurance law of this state
12	that provides health insurance or health benefits in this state,
13	including:
14	(A) an insurance company;
15	(B) a group hospital service corporation
16	operating under Chapter 842;
17	(C) a health maintenance organization operating
18	under Chapter 843; and
19	(D) a stipulated premium company operating under
20	<u>Chapter 884.</u>
21	(2) "Physician" means an individual licensed to
22	practice medicine in this state or another state of the United
23	States.
24	Sec. 1460.002. PHYSICIAN RANKING PROHIBITED. (a) A health

- benefit plan issuer may not:
- 2 (1) establish ranking programs for use in the
- 3 provision of medical services by the health benefit plan under
- 4 which certain physicians are presented as superior in:
- 5 (A) the quality of medical care provided; or
- 6 (B) efficiency in the provision of medical
- 7 services; or
- 8 (2) otherwise rank physicians in a manner that is not
- 9 authorized under this code or Subtitle B, Title 3, Occupations
- 10 <u>Code</u>.
- 11 (b) A health benefit plan issuer may not use advertising,
- 12 promotional materials, or other information provided to an
- 13 applicant for insurance coverage, an insured, or an enrollee, under
- 14 which certain physicians are ranked as superior in:
- 15 <u>(1)</u> the quality of medical care provided; or
- 16 (2) efficiency in the provision of medical services.
- Sec. 1460.003. <u>RULES</u>. The commissioner shall adopt rules
- in the manner prescribed by Subchapter A, Chapter 36, as necessary
- 19 to implement this chapter.
- Sec. 1460.004. SANCTIONS. A health benefit plan issuer
- 21 that violates this chapter is subject to sanctions under Chapter
- 22 <u>82.</u>
- 23 SECTION 2. (a) A health benefit plan issuer shall comply
- 24 with Chapter 1460, Insurance Code, not later than December 31,
- 25 2007.
- 26 (b) A health benefit plan issuer is not subject to sanctions
- 27 under Section 1460.004, as added by this Act, before January 1,

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- 1 2008.
- 2 SECTION 3. This Act takes effect September 1, 2007.