

**LEGISLATIVE BUDGET BOARD**  
**Austin, Texas**

**FISCAL NOTE, 80TH LEGISLATIVE REGULAR SESSION**

**March 19, 2007**

**TO:** Honorable John T. Smithee, Chair, House Committee on Insurance

**FROM:** John S. O'Brien, Director, Legislative Budget Board

**IN RE: HB1069** by Zedler (Relating to required disclosures to health benefit plan enrollees regarding professional services provided by certain non-network health care providers; providing penalties.), **As Introduced**

**Estimated Two-year Net Impact to General Revenue Related Funds** for HB1069, As Introduced: an impact of \$0 through the biennium ending August 31, 2009.

**General Revenue-Related Funds, Five-Year Impact:**

Fiscal Year	Probable Net Positive/(Negative) Impact to General Revenue Related Funds
2008	\$0
2009	\$0
2010	\$0
2011	\$0
2012	\$0

**All Funds, Five-Year Impact:**

Fiscal Year	Probable Revenue Gain/(Loss) from <i>DEPT INS OPERATING ACCT</i> 36
2008	\$3,700
2009	\$0
2010	\$0
2011	\$0
2012	\$0

**Fiscal Analysis**

The bill would amend the Insurance Code to require health benefit plans, health care facilities, and facility based physicians to provide certain notices to enrollees regarding non-network health care providers.

The bill would take effect immediately upon receiving a two-thirds vote in each house, otherwise the bill would take effect September 1, 2007.

**Methodology**

Based on the analysis of Texas Department of Insurance (TDI), it is assumed there would be a one time revenue gain in fiscal year 2008. TDI estimates 37 Health Maintenance Organizations would each file one approval filing as a result of the requirements of the bill and each pay the associated

\$100 filing fee.

**Local Government Impact**

No fiscal implication to units of local government is anticipated.

**Source Agencies:** 454 Department of Insurance

**LBB Staff:** JOB, JRO, MW, SK