FLOOR AMENDMENT NO.

BY: James Journelle

Amend S.B. No. 2423 (House Committee Report) as follows:

- 2 (1) In Section 1 of the bill, in amended Section 76.001(3),
- 3 Health and Safety Code, in the added sentence (page 1, lines 16-17)
- 4 strike ", if the entity engages in the transfer or sale of such
- 5 patient information,".
- 6 (2) Strike SECTIONS 2 and 3 of the bill (page 2, lines 6-16)
- 7 and substitute the following:
- 8 SECTION 2. Section 76.053, Health and Safety Code, is
- 9 amended by adding Subsection (a-1) and amending Subsection (b) to
- 10 read as follows:
- 11 (a-1) A program operator shall, before enrollment, provide
- 12 each prospective member disclosure materials containing the
- 13 program operator's policy regarding access to patient information
- 14 or patient prescription drug histories if the program operator
- 15 engages in the transfer or sale of a member's patient information or
- 16 patient prescription drug history.
- 17 (b) A marketer shall use disclosure materials that comply
- 18 with this section [Subsection (a)].
- 19 SECTION 3. Title 21, Insurance Code, is amended by adding
- 20 Chapter 7002 to read as follows:
- 21 CHAPTER 7002. SUPPLEMENTAL PROVISIONS RELATING TO DISCOUNT HEALTH
- 22 <u>CARE OPERATORS</u>
- Sec. 7002.001. DEFINITION. For purposes of Chapters 562
- 24 and 7001, Insurance Code, "other consideration" provided to a
- 25 discount health care program or a discount health care program
- 26 operator includes access to patient information, access to patient
- 27 prescription drug histories, and drug manufacturer rebates.
- Sec. 7002.002. REQUIRED DISCLOSURE. A discount health care
- 29 program operator shall, before enrollment, provide each

- 1 prospective member disclosure materials containing the program
- 2 operator's policy regarding access to patient information or
- 3 patient prescription drug histories if the program operator engages
- 4 in the transfer or sale of a member's patient information or patient
- 5 prescription drug history.
- 6 Sec. 7002.003. VIOLATION; PENALTIES. A violation of this
- 7 chapter may be enforced in the same manner as a violation of Chapter
- 8 562 or 7001.
- 9 SECTION 4. (a) Sections 1 and 2 of this Act take effect only
- 10 if H.B. No. 4341 or S.B. No. 2339, Acts of the 81st Legislature,
- 11 Regular Session, 2009, or another Act of the 81st Legislature,
- 12 Regular Session, 2009, enacting Chapter 562 and Title 21, Insurance
- 13 Code, concerning discount health care programs is not enacted or
- 14 does not become law.
- 15 (b) Section 3 of this Act takes effect only if H.B. No. 4341
- 16 or S.B. No. 2339, Acts of the 81st Legislature, Regular Session,
- 17 2009, or another Act of the 81st Legislature, Regular Session,
- 18 2009, enacting Chapter 562 and Title 21, Insurance Code, concerning
- 19 discount health care programs is enacted and becomes law.
- 20 SECTION 5. This Act takes effect September 1, 2009.