By: Menendez H.B. No. 1342

Substitute the following for H.B. No. 1342:

By: Martinez Fischer C.S.H.B. No. 1342

## A BILL TO BE ENTITLED

1	AN ACT
2	relating to adoption of certain information technology.
3	BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:
4	SECTION 1. Subtitle J, Title 8, Insurance Code, is amended
5	by adding Chapter 1661 to read as follows:
6	CHAPTER 1661. INFORMATION TECHNOLOGY
7	Sec. 1661.001. DEFINITIONS. In this chapter:
8	(1) "Health benefit plan" means a plan that provides
9	benefits for medical or surgical expenses incurred as a result of a
10	health condition, accident, or sickness, including an individual,
11	group, blanket, or franchise insurance policy or insurance
12	agreement, a group hospital service contract, or an individual or
13	group evidence of coverage that is offered by:
14	(A) an insurance company;
15	(B) a group hospital service corporation
16	operating under Chapter 842;
17	(C) a fraternal benefit society operating under
18	Chapter 885;
19	(D) a stipulated premium company operating under
20	Chapter 884;
21	(E) a Lloyd's plan operating under Chapter 941;
22	(F) an exchange operating under Chapter 942;
23	(G) a health maintenance organization operating

24 under Chapter 843;

1	(H) a multiple employer welfare arrangement that
2	holds a certificate of authority under Chapter 846;
3	(I) an approved nonprofit health corporation
4	that holds a certificate of authority under Chapter 844; or
5	(J) an entity not authorized under this code or
6	another insurance law of this state that contracts directly for
7	health care services on a risk-sharing basis, including a
8	capitation basis.
9	(2) "Health benefit plan issuer" means an entity
10	authorized to issue a health benefit plan in this state.
11	Sec. 1661.002. USE OF CERTAIN INFORMATION TECHNOLOGY
12	REQUIRED. (a) A health benefit plan issuer shall use information
13	technology that provides a physician, hospital, or other health
14	care provider with real-time information at the point of care
15	concerning:
16	(1) the enrollee's:
17	(A) copayment and coinsurance;
18	(B) applicable deductibles; and
19	(C) covered benefits and services; and
20	(2) the enrollee's estimated total financial
21	responsibility for the care.
22	(b) A health benefit plan issuer shall use information
23	technology that provides an enrollee with information concerning
24	the enrollee's:
25	(1) copayment and coinsurance;
26	(2) applicable deductibles;
27	(3) covered benefits and services; and

- 1 (4) estimated financial responsibility for the health
- 2 care provided to the enrollee.
- 3 (c) Nothing in this section may be interpreted as a
- 4 guarantee of payment for health care services.
- 5 Sec. 1661.003. REQUIRED USE OF TECHNOLOGY BY PROVIDERS. A
- 6 physician, hospital, or other health care provider shall use
- 7 <u>information technology as required under this chapter beginning not</u>
- 8 later than September 1, 2013.
- 9 Sec. 1661.004. REFUND OF OVERPAYMENT. A physician,
- 10 hospital, or other health care provider that receives an
- 11 overpayment from an enrollee must refund the amount of the
- 12 overpayment to the enrollee not later than the 30th day after the
- 13 date the physician, hospital, or health care provider determines
- 14 that an overpayment has been made. This section does not apply to an
- overpayment subject to Section 843.350 or 1301.132.
- Sec. 1661.005. HEALTH BENEFIT PLAN ISSUER CONDUCT. A
- 17 contract between a health benefit plan issuer and a physician,
- 18 hospital, or other health care provider may not prohibit the
- 19 physician, hospital, or health care provider from collecting, at
- 20 the time of care, the estimated amount for which the enrollee may be
- 21 financially responsible.
- 22 <u>Sec. 1661.006. CERTAIN FEES PROHIBITED. A health benefit</u>
- 23 plan issuer may not directly charge or collect from an enrollee or a
- 24 physician, or other health care provider, a fee to cover the costs
- 25 incurred by the health benefit plan issuer in complying with this
- 26 chapter.
- Sec. 1661.007. WAIVER. (a) A health benefit plan issuer

- 1 may apply to the commissioner for a waiver of the requirement under
- 2 this chapter to use information technology.
- 3 (b) The commissioner by rule shall identify circumstances
- 4 that justify a waiver, including:
- 5 (1) undue hardship, including financial or
- 6 operational hardship;
- 7 (2) the geographical area in which the health benefit
- 8 plan issuer operates;
- 9 (3) the number of enrollees covered by a health
- 10 benefit plan issuer; and
- 11 (4) other special circumstances.
- 12 (c) The commissioner shall approve or deny a waiver
- 13 application under this section not later than the 60th day after the
- 14 date of receipt of the application.
- 15 (d) This section expires January 1, 2012.
- Sec. 1661.008. RULES. The commissioner shall adopt rules
- 17 as necessary to implement this chapter, including rules that ensure
- 18 that the information technology used by a health benefit plan
- 19 issuer does not have legal or technical restrictions for encoding,
- 20 displaying, exchanging, reading, printing, transmitting, or
- 21 storing information or data in electronic form.
- 22 SECTION 2. This Act takes effect immediately if it receives
- 23 a vote of two-thirds of all the members elected to each house, as
- 24 provided by Section 39, Article III, Texas Constitution. If this
- 25 Act does not receive the vote necessary for immediate effect, this
- 26 Act takes effect January 1, 2010.