

By: Smithee

H.B. No. 1253

A BILL TO BE ENTITLED

AN ACT

relating to notice to an enrollee of a modification in a small or large employer health benefit plan.

BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:

SECTION 1. Section 1501.108(d), Insurance Code, is amended to read as follows:

(d) Notwithstanding Subsection (a), a small or large employer health benefit plan issuer may modify a small or large employer health benefit plan if:

(1) the modification occurs at the time of coverage renewal;

(2) the modification is effective uniformly among all small or large employers covered by that health benefit plan; and

(3) the issuer notifies the commissioner, ~~and~~ and each enrollee of the affected covered small or large employer, including a modification of a drug formulary, not later than the 60th day before the date the modification is effective.

SECTION 2. This Act takes effect September 1, 2011.