LEGISLATIVE BUDGET BOARD Austin, Texas

FISCAL NOTE, 86TH LEGISLATIVE REGULAR SESSION

May 23, 2019

TO: Honorable Dennis Bonnen, Speaker of the House, House of Representatives

- **FROM:** John McGeady, Assistant Director Sarah Keyton, Assistant Director Legislative Budget Board
- **IN RE: HB463** by Springer (Relating to reciprocity agreements between certain air ambulance companies operating a subscription program.), **As Passed 2nd House**

No significant fiscal implication to the State is anticipated.

The bill would amend Chapter 773 of the Health and Safety Code to require the executive commissioner of the Health and Human Services Commission to adopt rules related to air ambulance companies that ensure the protection of health and safety, comply with federal law, and establish minimum standards for reciprocity agreements. The bill would require air ambulance companies that operate a subscription program to enter into reciprocity agreements with all other air ambulance companies in the same service delivery area that also operate a subscription program. DSHS has determined that the provisions of the bill could be implemented using existing resources. The bill would take effect September 1, 2019.

The federal Airline Deregulation Act (ADA) applies to and therefore preempts state law in price regulations of air transportation. See 49 U.S.C.A. § 41713 and Texas Attorney General Opinion No. GA-0684.

Local Government Impact

No fiscal implication to units of local government is anticipated.

Source Agencies: 537 State Health Services, Department of **LBB Staff:** WP, SD, AKi, JQ, ND