

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

**FISCAL NOTE, 88TH LEGISLATIVE REGULAR SESSION**

**April 18, 2023**

**TO:** Honorable Giovanni Capriglione, Chair, House Committee on Pensions, Investments & Financial Services

**FROM:** Jerry McGinty, Director, Legislative Budget Board

**IN RE: HB840** by Gates (Relating to the establishment of a bundled-pricing program to reduce certain health care costs in the state employees group benefits program.), **As Introduced**

<b>No significant fiscal implication to the State is anticipated.</b>
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The bill would amend the Insurance Code to require the Employees Retirement System (ERS) to develop a cost-positive bundled-pricing program for health benefit plans provided under the Group Benefits Program administered by ERS. According to ERS, some administrative costs will result from implementing the provisions of the bill. This analysis assumes any costs associated with the bill can be absorbed using existing resources.

**Local Government Impact**

No significant fiscal implication to units of local government is anticipated.

**Source Agencies:** 327 Employees Retirement System, 454 Department of Insurance

**LBB Staff:** JMc, MOc, LCO, JPO, NV