

LEGISLATIVE FISCAL OFFICE
Fiscal Note



Fiscal Note On: **SB 90** SLS 22RS 318

Bill Text Version: **ORIGINAL**

Opp. Chamb. Action:

Proposed Amd.:

Sub. Bill For.:

Date: March 14, 2022 6:32 AM	Author: MILLS, ROBERT
Dept./Agy.: Insurance	Analyst: Patrice Thomas
Subject: Network Adequacy for Health Insurance Plans	

HEALTH/ACC INSURANCE OR NO IMPACT See Note Page 1 of 1
Provides relative to network adequacy for health insurer benefit plans. (1/1/23)

Proposed law provides that the Commissioner of Insurance may establish, by regulation, a set of standards to measure network adequacy, from specifying periodic reporting that demonstrates compliance with the standards and engaging in a targeted review of the adequacy of an insurer's network to meet the needs of its covered persons. Proposed law effective January 1, 2023.

EXPENDITURES	2022-23	2023-24	2024-25	2025-26	2026-27	5 -YEAR TOTAL
State Gen. Fd.	\$0	\$0	\$0	\$0	\$0	\$0
Agy. Self-Gen.	\$0	\$0	\$0	\$0	\$0	\$0
Ded./Other	\$0	\$0	\$0	\$0	\$0	\$0
Federal Funds	\$0	\$0	\$0	\$0	\$0	\$0
Local Funds	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	\$0
Annual Total	\$0	\$0	\$0	\$0	\$0	\$0

REVENUES	2022-23	2023-24	2024-25	2025-26	2026-27	5 -YEAR TOTAL
State Gen. Fd.	\$0	\$0	\$0	\$0	\$0	\$0
Agy. Self-Gen.	\$0	\$0	\$0	\$0	\$0	\$0
Ded./Other	\$0	\$0	\$0	\$0	\$0	\$0
Federal Funds	\$0	\$0	\$0	\$0	\$0	\$0
Local Funds	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	\$0
Annual Total	\$0	\$0	\$0	\$0	\$0	\$0

EXPENDITURE EXPLANATION

There is no anticipated direct material effect on governmental expenditures as a result of this measure. The proposed law provides that nothing in present law shall prohibit the Commissioner of Insurance from establishing a set of standards to measure network adequacy through the LA Administrative Procedure Act (rulemaking process). The LA Department of Insurance (LDI) reports that its capable of handling any workload arising from oversight of network adequacy with existing budgetary and personnel resources.

REVENUE EXPLANATION

There is no anticipated direct material effect on governmental revenues as a result of this measure.

Senate Dual Referral Rules
 13.5.1 >= \$100,000 Annual Fiscal Cost {S & H}
 13.5.2 >= \$500,000 Annual Tax or Fee Change {S & H}

House
 6.8(F)(1) >= \$100,000 SGF Fiscal Cost {H & S}
 6.8(G) >= \$500,000 Tax or Fee Increase or a Net Fee Decrease {S}

Evan Brasseaux

Evan Brasseaux
Interim Deputy Fiscal Officer