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.

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 it capable of handling any workload arising from oversight of network adequacy with existing budgetary and personnel resources.

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