

TENNESSEE GENERAL ASSEMBLY
FISCAL REVIEW COMMITTEE



FISCAL NOTE

HB 507 - SB 1213

March 23, 2015

SUMMARY OF BILL: Requires a health benefit plan issuer to provide a written report of claim information within 30 days of receiving a written request from a plan, plan sponsor, or plan administrator. Governmental entities are to be treated as a plan sponsor or plan administrator by a health benefit plan issuer and all claim information provided to a governmental entity is considered confidential and exempt from public records disclosure. Requires certain information be included in the report and establishes reporting requirements for reports requested after the termination of coverage. A written report of claim information must include the total dollar amount of claims pending as of the date of the report that were first filed during the 24-month period preceding the date of the request or for the entire period of coverage, whichever is shorter. For requests received after the date of termination of coverage, the information must include the 36-month period preceding the date of the request or for the entire period of coverage, whichever is shorter.

ESTIMATED FISCAL IMPACT:

NOT SIGNIFICANT

Assumptions:

- Based on information provided by the Division of Benefits Administration, Department of Finance and Administration, the provisions of the bill could result in additional claims experience reports having to be distributed.
- It is assumed that any increase in expenditures incurred by the Division as a result of additional administrative tasks to meet the reporting requirements will not be significant and can be accommodated within existing resources.
- According to the Department of Commerce and Insurance, the provisions of the bill will not affect current regulatory or oversight functions.
- Any increase in expenditures will not be significant and can be accommodated within existing state and local government resources.

IMPACT TO COMMERCE:

NOT SIGNIFICANT

Assumption:

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- Insurance companies may incur increased administrative costs to comply with the reporting requirements in the proposed legislation. It is estimated that any increased costs will not be significant enough to have a substantial impact on commerce or jobs of those companies.

CERTIFICATION:

The information contained herein is true and correct to the best of my knowledge.



Jeffrey L. Spalding, Executive Director

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