<u>CHAPTER 724</u> <u>S.B. No. 500</u>

| 1 | AN ACT |
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| 2 | relating to prices charged for the provision of health care |
| 3 | services. |
| 4 | BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS: |
| 5 | SECTION 1. Section 552.001, Insurance Code, as effective |
| 6 | April 1, 2005, is amended to read as follows: |
| 7 | Sec. 552.001. APPLICABILITY OF CHAPTER. (a) This chapter |
| 8 | does not apply to the provision of a health care service to a: |
| 9 | (1) Medicaid or Medicare patient $[+]$ or a patient who |
| 10 | is covered by a federal, state, or local government-sponsored |
| 11 | indigent health care program; |
| ·12 | (2) <u>financially or</u> medically indigent person who |
| 13 | qualifies for indigent health care services based on: |
| 14 | (A) a sliding fee scale; or |
| 15 | (B) a written charity care policy established by |
| 16 | a health care provider; or |
| 17 | (3) person who is not covered by a health insurance |
| 18 | policy or other health benefit plan that provides benefits for the |
| 19 | services and qualifies for services for the uninsured based on a |
| 20 | written policy established by a health care provider. |
| 21 | (b) This chapter does not permit the establishment of health |
| 22 | care provider policies or contracts that violate any other state or |
| 23 | federal law. |

(c) This chapter does not prohibit a health care provider

24

- 1 from entering into a contract to provide services covered by a
- 2 health insurance policy or other health benefit plan with:
- 3 (1) the issuer of the health insurance policy or other
- 4 <u>health benefit plan;</u> or
- 5 (2) a preferred provider organization that contracts
- 6 with the issuer of the health insurance policy or other health
- 7 benefit plan.
- 8 SECTION 2. The change in law made by this Act applies only
- 9 to charges for health care services provided on or after the
- 10 effective date of this Act. Charges for health care services
- 11 provided before the effective date of this Act are governed by the
- 12 law in effect immediately before that date, and that law is
- 13 continued in effect for that purpose.
- SECTION 3. This Act takes effect immediately if it receives
- 15 a vote of two-thirds of all the members elected to each house, as
- 16 provided by Section 39, Article III, Texas Constitution. If this
- 17 Act does not receive the vote necessary for immediate effect, this
- 18 Act takes effect September 1, 2005.



Speaker of the House

I hereby certify that S.B. No. 500 passed the Senate on April 14, 2005, by the following vote: Yeas 31, Nays 0._

Secretary

I hereby certify that S.B. No. 500 passed the House on May 20, 2005, by the following vote: Yeas 139, Nays 0, two present not voting .-

Chief Clerk of the Ho

Approved:

7 JUNE 05

Date

Pleny

FILED IN THE OFFICE OF THE SECRETARY OF STATE