

LEGISLATIVE FISCAL OFFICE

Fiscal Note



Fiscal Note On: **HB 669** HLS 09RS 817

Bill Text Version: **ENROLLED**

Opp. Chamb. Action:

Proposed Amd.:

Sub. Bill For.:

Date: June 12, 2009 9:08 AM	Author: TALBOT
Dept./Agy.: Department of Insurance	Analyst: Travis McIlwain
Subject: Third party administrators	

INSURANCE COMMISSIONER

EN NO IMPACT See Note

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Provides relative to regulation of third-party administrators by the commissioner of insurance

Overall, this bill amends statutes associated with third party administrators in terms of: definitions, licensure requirements, confidentiality of documents. Proposed legislation amends the definition of third-party administrator. Proposed legislation deletes certain exceptions as to who may be considered a third-party administrator. Proposed legislation requires that a licensed administrator notify the commissioner of insurance within 60 days of any material change affecting its qualification for licensing.

EXPENDITURES	<u>2009-10</u>	<u>2010-11</u>	<u>2011-12</u>	<u>2012-13</u>	<u>2013-14</u>	<u>5 -YEAR TOTAL</u>
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>	<u>\$0</u>
Annual Total	\$0	\$0	\$0	\$0	\$0	\$0

REVENUES	<u>2009-10</u>	<u>2010-11</u>	<u>2011-12</u>	<u>2012-13</u>	<u>2013-14</u>	<u>5 -YEAR TOTAL</u>
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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.

REVENUE EXPLANATION

There is no anticipated direct material effect on governmental revenues as a result of this measure. According to the Department of Insurance (DOI), the current third party administrators that conduct business within Louisiana or are licensed in Louisiana currently fulfill the proposed third party administrator changes included within this bill.

Senate

Dual Referral Rules

House

- 13.5.1 >= \$500,000 Annual Fiscal Cost
- 13.5.2 >= \$500,000 Annual Tax or Fee Change

- 6.8(F) >= \$500,000 Annual Fiscal Cost
- 6.8(G) >= \$500,000 Tax or Fee Increase or a Net Fee Decrease

Robert E. Hosse
LFO Staff Director