

BILL SUMMARY
2nd Session of the 59th Legislature

Bill No.:	HB 3190
Version:	Introduced
Request Number:	8957
Author:	Rep. Newton
Date:	3/12/2024
Impact:	OMES FY-25: \$6,700,000 OMES FY-26+: Increase with Admin Fee Trends

Research Analysis

House Bill 3190, as introduced, establishes requirements for transparency in prior authorization processes, sets criteria for adverse determinations, and specifies the qualifications of physicians involved in such determinations. The measure also addresses emergency and urgent healthcare services, appeals, and the duration of prior authorizations. Additionally, it includes provisions related to the electronic transmission of prior authorization requests and outlines consequences for non-compliance with these requirements.

Prepared By: Matthew Brenchley

Fiscal Analysis

HB 3190 specifies the requirements of a utilization review entity to ensure transparency when performing prior authorizations for health insurers.

Officials from the Employees Group Insurance Division of the Oklahoma Office of Management and Enterprise Services (OMES-EGID) provided the following statement based on the review by HealthChoice's Third Party Administrator, UMR. "The annual cost impact is expected to be Six Million Seven Hundred Thousand Dollars (\$6,700,000), resulting in a 0.6% increase in total premium. It is expected the impact beyond the first year would increase based on administrative fee trends."

Therefore, the fiscal impact on the state budget for FY-25 is anticipated to be \$6,700,000.

Prepared By: Alexandra Ladner, House Fiscal Staff

Other Considerations

None.