BILL SUMMARY
2nd Session of the 59th Legislature

Bill No.:	**HB 3577**
Version:	**CS**
Request Number:	**10337**
Author:	**Rep. Pae**
Date:	**2/21/2024**
Impact:	**$0**

Research Analysis

Pending

Prepared By: House Research Staff

Fiscal Analysis

HB 3577 requires health insurers to disclose to health care providers and individuals whether or not artificial intelligence-based algorithms are being used in the insurer's utilization review process. The insurer must disclose the information on their website and submit the algorithms and training data sets being used in their utilization review process to the Oklahoma Insurance Department (OID).

OID is responsible for enforcing the provisions of this measure and may impose a penalty up to five thousand dollars ($5,000) for each violation or up to ten thousand dollars ($10,000) for each intentional violation. OID is a non-appropriated state agency and confirmed the fees above are expected to cover any increased administrative costs, not requiring additional budgetary resources. As a result, this measure has no direct impact on the state budget or appropriations.

The committee substitute does not affect the fiscal impact of this measure.

Prepared By: Alexandra Ladner, House Fiscal Staff

Other Considerations

None.