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FISCAL IMPACT REPORT

SPONSOR	Rep. Duncan, Armstrong and Dow/Sen. Maestas	LAST UPDATED	
		ORIGINAL DATE	3/6/2025
SHORT TITLE	HMO & Contract Provider Exam Time Lines	BILL NUMBER	House Bill 398
		ANALYST	Esquibel

ESTIMATED ADDITIONAL OPERATING BUDGET IMPACT*

(dollars in thousands)

Agency/Program	FY25	FY26	FY27	3 Year Total Cost	Recurring or Nonrecurring	Fund Affected
	No Fiscal Impact	No Fiscal Impact	No Fiscal Impact	No Fiscal Impact		
Total						

Parentheses () indicate expenditure decreases.

*Amounts reflect most recent analysis of this legislation.

Sources of Information

LFC Files

Agency Analysis Received From
Health Care Authority (HCA)

Agency Analysis was Solicited but Not Received From
New Mexico Health Insurance Exchange, BeWellNM
Office of Superintendent of Insurance

SUMMARY

Synopsis of House Bill 398

House Bill 398 (HB398) would amend the health maintenance organization law to modify the timeline for examinations of health maintenance organizations and contract providers from every three years to no less frequently than every five years.

This bill does not contain an effective date and, as a result, would go into effect 90 days after the Legislature adjourns if enacted, or June 20, 2025.

FISCAL IMPLICATIONS

The bill does not include an appropriation and would not have a substantial fiscal impact.

SIGNIFICANT ISSUES

The Health Care Authority notes, according to a model law produced by the National

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Association of Insurance Commissioners, financial examinations should take place no less frequently than every five years.

RAE/hj/hg