LFC Requester: Harry Rommel	LFC Requester:	Harry Rommel
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AGENCY BILL ANALYSIS - 2025 REGULAR SESSION

WITHIN 24 HOURS OF BILL POSTING, UPLOAD ANALYSIS TO

AgencyAnalysis.nmlegis.gov and email to billanalysis@dfa.nm.gov (Analysis must be uploaded as a PDF)

SECTION I: GENERAL INFORMATION

{Indicate if analysis is on an original bill, amendment, substitute or a correction of a previous bill}

Date Prepared: 2-13-2025 *Check all that apply:*

Bill Number: HB 370 Original X Correction ___ Amendment __ Substitute __

Reps. Doreen Gallegos, Dayan

Hochman-Vigil, Joshua

Sponsor: Hernandez Number:

Health Care Professionals Short Credentialing Title:

Agency Name

Regulation and Licensing and Code Department - 420

Person Writing Jen Rodriguez

Phone: 505-795-3250 Email Jen.rodriguez@rld.nm.gov

SECTION II: FISCAL IMPACT

APPROPRIATION (dollars in thousands)

Appropr	iation	Recurring	Fund	
FY25	FY25 FY26		Affected	
N/A	N/A	N/A	N/A	

(Parenthesis () indicate expenditure decreases)

REVENUE (dollars in thousands)

Estimated Revenue			Recurring	Fund
FY25	FY26	FY27	or Nonrecurring	Affected
N/A	N/A	N/A	N/A	N/A

(Parenthesis () indicate revenue decreases)

ESTIMATED ADDITIONAL OPERATING BUDGET IMPACT (dollars in thousands)

	FY25	FY26	FY27	3 Year Total Cost	Recurring or Nonrecurring	Fund Affected
Total	N/A	N/A	N/A	N/A	N/A	N/A

(Parenthesis () Indicate Expenditure Decreases)

SECTION III: NARRATIVE

BILL SUMMARY

Synopsis: House Bill 370 (HB370)

HB370 prohibits hospitals from denying a physician medical staff membership or clinical privileges based on economic factors unrelated to the quality of care or professional competence. Hospitals must apply reasonable, objective standards for evaluating an applicant's credentials, and, whenever possible, ensure that the staff who evaluate applicants include members of that applicant's profession.

HB370 further specifies the following factors that hospitals cannot consider when evaluating an applicant's qualifications:

- 1. Membership or lack thereof in a professional society or association;
- 2. Advertising decisions, lower fees, or other competitive acts meant to solicit business;
- 3. Participation in prepaid group health plans, salaried employment, or any other manner of delivering health services for compensation;
- 4. Support for, training of, or participation in a private group practice with members of a particular class of health professionals;
- 5. Practice of testifying in malpractice lawsuits, disciplinary actions or other legal proceedings;
- 6. Willingness to refer a certain number of patients to the hospital for services, unless the hospital is publicly owned;
- 7. If providing medical or health services at another hospital, hospital system, outpatient facility, or other licensed healthcare facility; or
- 8. Any other economic criteria unrelated to quality of care or professional competence.

Health care facilities owned and operated by the University of New Mexico health system are exempt from the provisions of HB370.

The effective date of the legislation is June 20, 2025.

FISCAL IMPLICATIONS

There is no fiscal impact anticipated for the Regulation and Licensing Department (RLD) if HB370 is enacted.

SIGNIFICANT ISSUES

PERFORMANCE IMPLICATIONS

ADMINISTRATIVE IMPLICATIONS

CONFLICT, DUPLICATION, COMPANIONSHIP, RELATIONSHIP

TECHNICAL ISSUES

OTHER SUBSTANTIVE ISSUES

ALTERNATIVES

WHAT WILL BE THE CONSEQUENCES OF NOT ENACTING THIS BILL

AMENDMENTS