

# SB1822 • Texas

Relating to the use of artificial intelligence-based algorithms in utilization review conducted for certain health benefit plans.

In Committee

Risk: Medium

Comprehensive

Effective: Sep 01, 2025 | Last Action (May 07, 2025): Left pending in committee

## Summary

This bill mandates health insurers to disclose the use of AI algorithms in utilization reviews and ensure compliance with bias minimization and clinical guidelines.

## Business Impact

If you issue health benefit plans in Texas, you must disclose AI usage in utilization reviews by December 31 each year or face compliance scrutiny.

## Key Provisions

- Health insurers must disclose AI usage in utilization reviews on their websites.
- Annual compliance statements detailing AI algorithms and training data must be submitted.
- AI algorithms must minimize bias and comply with evidence-based clinical guidelines.
- The commissioner can inspect AI algorithms and training data for compliance.
- Information submitted is confidential and not publicly disclosed.

## Compliance Checklist

- Publish AI usage disclosure on the issuer's website | Who: Health insurance issuers and health maintenance organizations | Penalty: Potential scrutiny for non-compliance
- Submit annual artificial intelligence compliance statement | Who: Health insurance issuers and utilization review agents | Penalty: Commissioner may require additional documentation or inspections

## Industries Affected

Health Insurance

Finance

Artificial  
Intelligence

Healthcare

Insurance

## Topics

AI Healthcare

## Bill Sponsors

Name	Party	Role
Campbell		Primary
Flynn		Primary
Huffman		Primary
Johnson		Primary

## Roll Call Votes

Date	Description	Yea	Nay	Result
2025-04-09	passage	24	6	Passed
2025-04-09	Senate Rule 7.18 and the Constitutional Rule requi	24	6	Passed

## Official Source

<https://capitol.texas.gov/BillLookup/History.aspx?LegSess=89R&Bill;=SB1822>

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