## SHB 1762 - H AMD 209

By Representative Riccelli

ADOPTED 3/9/2015

- 1 Strike everything after the enacting clause and insert the 2 following:
- 3 "NEW SECTION. Sec. 1. A new section is added to chapter 48.20 4 RCW to read as follows:
- 5 (1) The definitions in this subsection apply throughout this 6 section unless the context clearly requires otherwise.
- 7 (a)(i) "Noncovered vision materials or services" means vision 8 materials or vision services that are:
- 9 (A) Excluded from coverage under the terms and conditions of the 10 health benefit plan; or
- 11 (B) Ineligible for reimbursement under the health benefit plan.
- (ii) Vision materials or vision services are not noncovered vision materials or vision services solely because they are not wholly or partially reimbursable due to the operation of plan or contract limitations, such as benefit maximums, deductibles, coinsurance, waiting periods, or frequency limitations.
  - (b) "Vision care provider" means:

- 18 (i) An optometrist licensed under chapter 18.53 RCW;
- (ii) A physician licensed under chapter 18.71 RCW or osteopathic physician and surgeon licensed under chapter 18.57 RCW, who has completed a residency in ophthalmology; or
- 22 (iii) A dispensing optician licensed under chapter 18.34 RCW.
- (c) "Vision materials" means ophthalmic devices including, but not limited to, devices containing lenses, artificial intraocular lenses, ophthalmic frames and other lens mounting apparatuses, prisms, lens treatments and coatings, contact lenses, or prosthetic devices to correct, relieve, or treat defects or abnormal conditions of the human eye or its adnexa.
- 29 (d) "Vision services" means professional work performed by a 30 vision care provider within the scope of his or her practice.
- 31 (2) An insurer, or any contract or participating provider 32 agreement between the insurer and a vision care provider, may not:

(a) Prohibit directly or indirectly an enrollee from freely contracting at any time to obtain noncovered vision materials or services outside the health benefit plan on any terms or conditions the enrollee and vision care provider may agree to. Nothing in this subsection may be construed to bind an insurer or vision care provider for any noncovered vision materials or services. Nothing in this subsection prohibits a vision care provider from choosing to contractually opt in to a materials discount program sponsored by an insurer or vision care plan;

- (b) Require a vision care provider to participate with, or be credentialed by, another insurer, health carrier, or health benefit plan as a condition to join one of the insurer's provider panels; or
- (c) Require a vision care provider to purchase vision services or vision materials from suppliers, including optical labs, in which the insurer has a financial interest.
- (3) An insurer must provide no less than sixty days' notice to the vision care provider of any proposed changes to a vision care provider's contract with the insurer, which the vision care provider may accept or reject at any time within the notice period. A vision care provider's rejection of the amendment does not affect the terms of the vision care provider's existing contract with the insurer. If the notice of proposed amendment is delivered in writing to the vision care provider via certified mail, the amendment may be considered accepted in the absence of written notice of rejection by the vision care provider within the sixty-day notice period.
- (4) An insurer may require a vision care provider to notify the insurer of any changes to his or her provider practice status including, but not limited to, tax identification, address, phone number, hours of operations, and providers on staff.
- 30 (5) The commissioner shall respond to all complaints alleging 31 violations of this section using the same standards, timelines, and 32 procedures, regardless of the identity of the person or entity making 33 the complaint.
- NEW SECTION. Sec. 2. A new section is added to chapter 48.21 RCW to read as follows:
- 36 (1) The definitions in this subsection apply throughout this 37 section unless the context clearly requires otherwise.
- 38 (a)(i) "Noncovered vision materials or services" means vision 39 materials or vision services that are:

- 1 (A) Excluded from coverage under the terms and conditions of the 2 health benefit plan; or
  - (B) Ineligible for reimbursement under the health benefit plan.
  - (ii) Vision materials or vision services are not noncovered vision materials or vision services solely because they are not wholly or partially reimbursable due to the operation of plan or contract limitations, such as benefit maximums, deductibles, coinsurance, waiting periods, or frequency limitations.
    - (b) "Vision care provider" means:

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- (i) An optometrist licensed under chapter 18.53 RCW;
- (ii) A physician licensed under chapter 18.71 RCW or osteopathic physician and surgeon licensed under chapter 18.57 RCW, who has completed a residency in ophthalmology; or
  - (iii) A dispensing optician licensed under chapter 18.34 RCW.
  - (c) "Vision materials" means ophthalmic devices including, but not limited to, devices containing lenses, artificial intraocular lenses, ophthalmic frames and other lens mounting apparatuses, prisms, lens treatments and coatings, contact lenses, or prosthetic devices to correct, relieve, or treat defects or abnormal conditions of the human eye or its adnexa.
- (d) "Vision services" means professional work performed by a vision care provider within the scope of his or her practice.
  - An insurer, or any contract or participating provider agreement between the insurer and a vision care provider, may not:
  - (a) Prohibit directly or indirectly an enrollee from freely contracting at any time to obtain noncovered vision materials or services outside the health benefit plan on any terms or conditions the enrollee and vision care provider may agree to. Nothing in this subsection may be construed to bind an insurer or vision care provider for any noncovered vision materials or services. Nothing in this subsection prohibits a vision care provider from choosing to contractually opt in to a materials discount program sponsored by an insurer or vision care plan;
  - (b) Require a vision care provider to participate with, or be credentialed by, another insurer, health carrier, or health benefit plan as a condition to join one of the insurer's provider panels; or
- (c) Require a vision care provider to purchase vision services or 37 vision materials from suppliers, including optical labs, in which the 38 39 insurer has a financial interest.

(3) An insurer must provide no less than sixty days' notice to the vision care provider of any proposed changes to a vision care provider's contract with the insurer, which the vision care provider may accept or reject at any time within the notice period. A vision care provider's rejection of the amendment does not affect the terms of the vision care provider's existing contract with the insurer. If the notice of proposed amendment is delivered in writing to the vision care provider via certified mail, the amendment may be considered accepted in the absence of written notice of rejection by the vision care provider within the sixty-day notice period.

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- 11 (4) An insurer may require a vision care provider to notify the 12 insurer of any changes to his or her provider practice status 13 including, but not limited to, tax identification, address, phone 14 number, hours of operations, and providers on staff.
- 15 (5) The commissioner shall respond to all complaints alleging 16 violations of this section using the same standards, timelines, and 17 procedures, regardless of the identity of the person or entity making 18 the complaint.
- NEW SECTION. Sec. 3. A new section is added to chapter 48.44 20 RCW to read as follows:
- 21 (1) The definitions in this subsection apply throughout this 22 section unless the context clearly requires otherwise.
- 23 (a)(i) "Noncovered vision materials or services" means vision 24 materials or vision services that are:
- 25 (A) Excluded from coverage under the terms and conditions of the 26 health benefit plan; or
  - (B) Ineligible for reimbursement under the health benefit plan.
  - (ii) Vision materials or vision services are not noncovered vision materials or vision services solely because they are not wholly or partially reimbursable due to the operation of plan or contract limitations, such as benefit maximums, deductibles, coinsurance, waiting periods, or frequency limitations.
    - (b) "Vision care provider" means:
- 34 (i) An optometrist licensed under chapter 18.53 RCW;
- (ii) A physician licensed under chapter 18.71 RCW or osteopathic physician and surgeon licensed under chapter 18.57 RCW, who has completed a residency in ophthalmology; or
- 38 (iii) A dispensing optician licensed under chapter 18.34 RCW.

(c) "Vision materials" means ophthalmic devices including, but not limited to, devices containing lenses, artificial intraocular lenses, ophthalmic frames and other lens mounting apparatuses, prisms, lens treatments and coatings, contact lenses, or prosthetic devices to correct, relieve, or treat defects or abnormal conditions of the human eye or its adnexa.

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- (d) "Vision services" means professional work performed by a vision care provider within the scope of his or her practice.
- (2) A health care services contractor, or any contract or participating provider agreement between the health care services contractor and a vision care provider, may not:
- (a) Prohibit directly or indirectly an enrollee from freely contracting at any time to obtain noncovered vision materials or services outside the health benefit plan on any terms or conditions the enrollee and vision care provider may agree to. Nothing in this subsection may be construed to bind a health care services contractor or vision care provider for any noncovered vision materials or services. Nothing in this subsection prohibits a vision care provider from choosing to contractually opt in to a materials discount program sponsored by a health care services contractor or vision care plan;
- (b) Require a vision care provider to participate with, or be credentialed by, another health care services contractor, health carrier, or health benefit plan as a condition to join one of the health care services contractor's provider panels; or
- (c) Require a vision care provider to purchase vision services or vision materials from suppliers, including optical labs, in which the health care services contractor has a financial interest.
- (3) A health care services contractor must provide no less than sixty days' notice to the vision care provider of any proposed changes to a vision care provider's contract with the health care services contractor, which the vision care provider may accept or reject at any time within the notice period. A vision care provider's rejection of the amendment does not affect the terms of the vision care provider's existing contract with the health care services contractor. If the notice of proposed amendment is delivered in writing to the vision care provider via certified mail, the amendment may be considered accepted in the absence of written notice of rejection by the vision care provider within the sixty-day notice period.

- 1 (4) A health care services contractor may require a vision care 2 provider to notify the health care services contractor of any changes 3 to his or her provider practice status including, but not limited to, 4 tax identification, address, phone number, hours of operations, and 5 providers on staff.
- (5) The commissioner shall respond to all complaints alleging violations of this section using the same standards, timelines, and procedures, regardless of the identity of the person or entity making the complaint.
- NEW SECTION. Sec. 4. A new section is added to chapter 48.46
  RCW to read as follows:
- 12 (1) The definitions in this subsection apply throughout this 13 section unless the context clearly requires otherwise.
- 14 (a)(i) "Noncovered vision materials or services" means vision 15 materials or vision services that are:
- 16 (A) Excluded from coverage under the terms and conditions of the 17 health benefit plan; or
  - (B) Ineligible for reimbursement under the health benefit plan.
- 19 (ii) Vision materials or vision services are not noncovered 20 vision materials or vision services solely because they are not 21 wholly or partially reimbursable due to the operation of plan or 22 contract limitations, such as benefit maximums, deductibles, 23 coinsurance, waiting periods, or frequency limitations.
  - (b) "Vision care provider" means:

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- (i) An optometrist licensed under chapter 18.53 RCW;
- 26 (ii) A physician licensed under chapter 18.71 RCW or osteopathic 27 physician and surgeon licensed under chapter 18.57 RCW, who has 28 completed a residency in ophthalmology; or
- 29 (iii) A dispensing optician licensed under chapter 18.34 RCW.
- 30 (c) "Vision materials" means ophthalmic devices including, but
  31 not limited to, devices containing lenses, artificial intraocular
  32 lenses, ophthalmic frames and other lens mounting apparatuses,
  33 prisms, lens treatments and coatings, contact lenses, or prosthetic
  34 devices to correct, relieve, or treat defects or abnormal conditions
  35 of the human eye or its adnexa.
- 36 (d) "Vision services" means professional work performed by a 37 vision care provider within the scope of his or her practice.

(2) A health maintenance organization, or any contract or participating provider agreement between the health maintenance organization and a vision care provider, may not:

- (a) Prohibit directly or indirectly an enrollee from freely contracting at any time to obtain noncovered vision materials or services outside the health benefit plan on any terms or conditions the enrollee and vision care provider may agree to. Nothing in this subsection may be construed to bind a health maintenance organization or vision care provider for any noncovered vision materials or services. Nothing in this subsection prohibits a vision care provider from choosing to contractually opt in to a materials discount program sponsored by a health maintenance organization or vision care plan;
- (b) Require a vision care provider to participate with, or be credentialed by, another health maintenance organization, health carrier, or health benefit plan as a condition to join one of the health maintenance organization's provider panels; or
- (c) Require a vision care provider to purchase vision services or vision materials from suppliers, including optical labs, in which the health maintenance organization has a financial interest.
- (3) A health maintenance organization must provide no less than sixty days' notice to the vision care provider of any proposed changes to a vision care provider's contract with the health maintenance organization, which the vision care provider may accept or reject at any time within the notice period. A vision care provider's rejection of the changes does not affect the terms of the vision care provider's existing contract with the health maintenance organization. If the notice of proposed changes is delivered in writing to the vision care provider via certified mail, the changes may be considered accepted in the absence of written notice of rejection by the vision care provider within the sixty-day notice period.
- (4) A health maintenance organization may require a vision care provider to notify the health maintenance organization of any changes to his or her provider practice status including, but not limited to, tax identification, address, phone number, hours of operations, and providers on staff.
- 37 (5) The commissioner shall respond to all complaints alleging 38 violations of this section using the same standards, timelines, and 39 procedures, regardless of the identity of the person or entity making 40 the complaint.

- 1 (6) This section does not apply to vision materials or vision 2 services provided directly by a health maintenance organization.
- NEW SECTION. Sec. 5. This act takes effect January 1, 2016." 3
- 4 Correct the title.

**EFFECT:** Removes the definition of "covered vision materials or services" and replaces it with a definition of "noncovered vision materials or services," which are services excluded from coverage under the terms or conditions of the health benefit plan or are ineligible for reimbursement under the health benefit plan. Clarifies that vision materials or services are not noncovered solely because they are not wholly or partially reimbursable due to the operation of plan or contract limitations.

Removes the prohibition against a carrier requiring a vision care provider to provide noncovered services at a fee set or limited by the carrier. Instead, requires a carrier to allow an enrollee to freely contract at any time to obtain noncovered vision materials or services outside the health benefit plan on any terms or conditions to which the enrollee and the vision care provider agree. Clarifies that a vision care provider may opt in to a materials discount program.

Allows a provider to accept or reject a contract change at any time during the 60-day notice period, instead of within 30 days.

Removes the prohibition against a carrier providing nominal reimbursement for vision materials or services in order to claim the materials or services are covered. Removes the provisions making the Consumer Protection Act applicable. Provides an effective date of January 1, 2016.

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