HOUSE COMMITTEE OF REFERENCE REPORT

March 27, 2019

	Chair of Committee	Date	
	Committee on <u>Health & Insurance</u> . After consideration on the merits, the Committee recommends the following:		
		ollows, and as so amended, be referred e of the Whole with favor	
1 2	Amend printed bill, page 3, line 14, strike "INCLUDING" and substitute "EXCLUDING".		
3	Page 3, line 15, strike "BENEFITS." and substitute "BENEFITS PURSUANT TO SECTION 10-16-124.5.".		
5 6	Page 3, line 16, strike "TO A" and substitute "TO: (I) A".		
7 8 9 0 1 2 3 4	Page 3, line 19, strike "GROUP." and substitute "GROUP; (II) A NONPROFIT HEALTH MAINTENANCE ORGANIZATION OPERATED BY OR UNDER THE CONTROL OF THE DENVER HEALTH AND HOSPITAL AUTHORITY CREATED BY ARTICLE 29 OF TITLE 25 OR ANY SUBSIDIARY OF THE AUTHORITY; OR (III) CARRIERS, ORGANIZATIONS, AND MEDICAL BENEFITS SUBJECT TO THE "WORKERS' COMPENSATION ACT OF COLORADO", ARTICLES 40 TO 47 OF TITLE 8.".		
5	Page 4, after line 5 insert:		
6 7 8 9	RESTRICTIONS PURSUANT TO T (2)(b) OF THIS SECTION, A CARD	RIOR AUTHORIZATION REQUIREMENTS THIS SUBSECTION (2)(a) OR SUBSECT RRIER IS NEITHER REQUIRED TO POST TE PRIOR AUTHORIZATION REQUIREMENT	ΓΙΟΝ Nor

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- 1 AND RESTRICTIONS ON A PUBLIC-FACING PORTION OF ITS WEBSITE.".
- 2 Page 4, line 12, strike "25-37-104 (1);" and substitute "25-37-102 (9)(c)
- 3 OR 25-37-104 (1), AS APPLICABLE;".
- 4 Page 4, line 18, strike "POST ON ITS WEBSITE" and substitute "POST, ON A
- 5 PUBLIC-FACING PORTION OF ITS WEBSITE,".
- 6 Page 4, line 19, strike "REQUESTS" and substitute "REQUESTS, INCLUDING
- 7 REQUESTS FOR DRUG BENEFITS PURSUANT TO SECTION 10-16-124.5,".
- 8 Page 4, strike line 21 and substitute "CATEGORIES, IN THE AGGREGATE:".
- 9 Page 4, line 25, after "DENIALS" insert "SPECIFIED UNDER SUBSECTION
- 10 (2)(c)(I)(C) OF THIS SECTION THAT ARE".
- Page 5, line 7, strike "Nonurgent, urgent, and emergency" and
- 12 substitute "Nonurgent and urgent".
- Page 5, line 12, strike "TWO" and substitute "FIVE".
- Page 5, line 18, strike "TWO" and substitute "FIVE".
- Page 5, line 21, after "DENIED;" add "AND".
- Page 5, lines 24 and 25, strike "ONE CALENDAR DAY" and substitute "TWO
- 17 BUSINESS DAYS BUT NOT LONGER THAN SEVENTY-TWO HOURS".
- Page 6, lines 3 and 4, strike "ONE CALENDAR DAY" and substitute "TWO
- 19 BUSINESS DAYS BUT NOT LONGER THAN SEVENTY-TWO HOURS".
- 20 Page 6, strike lines 7 through 14 and substitute "DENIED.".
- 21 Page 7, strike lines 2 through 5.
- 22 Reletter succeeding paragraphs accordingly.
- Page 7, strike lines 12 and 13 and substitute "AUTHORIZATION REQUEST
- 24 BASED ON A GROUND SPECIFIED IN SECTION 10-16-113 (3)(a), THE
- 25 NOTIFICATION IS SUBJECT TO THE REQUIREMENTS OF SECTION 10-16-113
- 26 (3)(a) AND COMMISSIONER".

- 1 Page 7, line 14, strike "ALSO" and substitute "MUST".
- Page 7, line 20, strike "(3)(d)(II)" and substitute "(3)(c)(II)".
- Page 8, line 7, strike "LIMIT" and substitute "CONSIDER LIMITING".
- 4 Page 8, line 10, strike "FACTORS." and substitute "FACTORS AND PRESENT
- 5 OPPORTUNITIES FOR IMPROVEMENT IN ADHERENCE TO THE CARRIER'S OR
- 6 ORGANIZATION'S PRIOR AUTHORIZATION REQUIREMENTS.".
- 7 Page 8, line 11, strike "SHALL EXEMPT" and substitute "MAY OFFER
- 8 PROVIDERS WITH A HISTORY OF ADHERENCE TO THE CARRIER'S OR
- 9 ORGANIZATION'S PRIOR AUTHORIZATION REQUIREMENTS AT LEAST ONE
- 10 ALTERNATIVE TO PRIOR AUTHORIZATION, INCLUDING AN EXEMPTION".
- Page 8, line 12, after "REQUIREMENTS" insert "FOR".
- Page 8, line 17, after "FROM" insert "OR OTHER ALTERNATIVE TO".
- Page 8, strike lines 24 through 26.
- 14 Page 9, line 3, strike "PRESCRIBED OR ORDERED" and substitute
- 15 "AUTHORIZED".
- Page 9, line 8, strike "STATUS OF" and substitute "COVERAGE OF OR
- 17 APPROVAL CRITERIA FOR".
- Page 9, strike lines 9 and 10 and substitute "HEALTH CARE SERVICE, THE
- 19 CHANGE IN COVERAGE OR APPROVAL CRITERIA DOES NOT AFFECT A
- 20 COVERED PERSON".
- 21 Page 9, after line 12 insert:
- "(c) Subsections (5)(a) and (5)(b) of this section do not
- 23 APPLY IF:
- 24 (I) THE PRIOR AUTHORIZATION APPROVAL WAS BASED ON FRAUD;
- 25 (II) THE PROVIDER NEVER PERFORMED THE SERVICES THAT WERE
- 26 REQUESTED FOR PRIOR AUTHORIZATION;
- 27 (III) THE SERVICE PROVIDED DID NOT ALIGN WITH THE SERVICE
- 28 THAT WAS AUTHORIZED;
- 29 (IV) THE PERSON RECEIVING THE SERVICE NO LONGER HAD

- $1 \quad \text{COVERAGE UNDER THE HEALTH COVERAGE PLAN ON OR BEFORE THE DATE} \\$
- 2 THE SERVICE WAS DELIVERED; OR
- 3 (V) THE COVERED PERSON'S BENEFIT MAXIMUMS WERE REACHED
- 4 ON OR BEFORE THE DATE THE SERVICE WAS DELIVERED.".
- 5 Page 10, line 2, after "DETERMINATION" insert "BY THE CARRIER".
- 6 Page 10, line 3, after "PARTICULAR" insert "COVERED".
- 7 Page 10, line 8, strike "PRACTICE;" and substitute "PRACTICE AND
- 8 APPROVED BY THE FEDERAL FOOD AND DRUG ADMINISTRATION OR OTHER
- 9 REQUIRED AGENCY;".
- 10 Page 10, strike line 10 and substitute "EXTENT, SERVICE SITE, AND LEVEL
- 11 AND DURATION OF SERVICE;
- 12 (III) KNOWN TO BE EFFECTIVE IN IMPROVING HEALTH, AS PROVEN
- 13 BY SCIENTIFIC EVIDENCE;
- 14 (IV) THE MOST APPROPRIATE SUPPLY, SETTING, OR LEVEL OF
- 15 SERVICE THAT CAN BE SAFELY PROVIDED GIVEN THE PATIENT'S CONDITION
- 16 AND THAT CANNOT BE OMITTED;
- 17 (V) NOT EXPERIMENTAL OR INVESTIGATIONAL;
- 18 (VI) NOT MORE COSTLY THAN AN ALTERNATIVE DRUG, SERVICE,
- 19 SERVICE SITE, OR SUPPLY THAT IS NOT CONTRAINDICATED FOR THE
- 20 PATIENT'S CONDITION OR SAFETY AND IS AT LEAST AS LIKELY TO PRODUCE
- 21 EQUIVALENT THERAPEUTIC OR DIAGNOSTIC RESULTS AS TO THE DIAGNOSIS
- OR TREATMENT OF AN ILLNESS, INJURY, DISEASE, OR SYMPTOM; AND".
- 23 Renumber succeeding subparagraph accordingly.
- 24 Page 11, strike line 6 and substitute "FUNCTION;
- 25 (II) FOR A PERSON WITH A PHYSICAL OR MENTAL DISABILITY,
- 26 CREATE AN IMMINENT AND SUBSTANTIAL LIMITATION ON THE PERSON'S
- 27 EXISTING ABILITY TO LIVE INDEPENDENTLY; OR".
- 28 Renumber succeeding subparagraph accordingly.

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