| 1        | H.692  |
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| 2        | Introduced by Representative Conquest of Newbury   |
| 3        | Referred to Committee on   |
| 4        | Date:  |
| 5        | Subject: Health; health insurance; prior authorization; prescription drugs                             |
| 6        | Statement of purpose of bill as introduced: This bill proposes to eliminate                            |
| 7        | prior authorization requirements in health insurance plans for radiology and                           |
| 8        | imaging services, prescription drugs, and referrals to specialists, except for                         |
| 9        | health care providers with unusually high rates of denied prior authorization                          |
| 10       | requests or outlying patterns of utilization.  |
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| 11<br>12 | An act relating to eliminating certain prior authorization requirements for some health care providers |
| 13       | It is hereby enacted by the General Assembly of the State of Vermont:                                  |
| 14       | Sec. 1. 18 V.S.A. § 9418b is amended to read:  |
| 15       | § 9418b. PRIOR AUTHORIZATION   |
| 16       | * * *  |
| 17       | (c)(1) A health plan shall furnish, upon request from a health care provider,                          |
| 18       | a current list of services and supplies requiring prior authorization Except as                        |
| 19       | provided in subdivision (2) of this subsection, a health plan shall not require                        |

| 1  | prior authorization for radiology and imaging services, prescription drugs, or      |
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| 2  | referrals to specialists.   |
| 3  | (2) A health plan may require an individual health care provider to                 |
| 4  | request prior authorization for radiology and imaging services or prescription      |
| 5  | drugs, or both, if the health plan determines that:                                 |
| 6  | (A) the provider has an unusually high rate of denials of prior                     |
| 7  | authorization requests as compared with other providers in the same specialty       |
| 8  | or geographic area;   |
| 9  | (B) the provider's patients have unusually high rates of utilization of             |
| 10 | radiology and imaging services or prescription drugs, or both, as compared          |
| 11 | with patients of other providers in the same specialty or geographic area; or       |
| 12 | (C) the provider displays a pattern of unusually high rates of                      |
| 13 | prescribing certain prescription drugs or of ordering radiology or imaging          |
| 14 | services, or both, as compared with other providers in the same specialty or        |
| 15 | geographic area.  |
| 16 | (d) A health plan shall furnish, upon request from a health care provider, a        |
| 17 | current list of services and supplies requiring prior authorization and shall post  |
| 18 | a current list of the services and supplies requiring prior authorization to on the |
| 19 | insurer's website.  |
| 20 | * * *   |

| 1  | (g)(1)(A) Notwithstanding any provision of law to the contrary, on and              |
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| 2  | after March 1, 2014, when requiring prior authorization for prescription drugs,     |
| 3  | medical procedures, and medical tests other than radiology and imaging              |
| 4  | services and when requiring prior authorization for prescription drugs,             |
| 5  | radiology, and imaging services from an individual health care provider             |
| 6  | pursuant to subdivision (c)(2) of this section, a health plan shall accept for each |
| 7  | prior authorization request either:   |
| 8  | * * *   |
| 9  | Sec. 2. EFFECTIVE DATE  |
| 10 | This act shall take effect on October 1, 2018 and shall apply to health             |
| 11 | insurance plans on or after October 1, 2018 on such date as a health insurer        |
| 12 | issues, offers, or renews the health insurance plan, but in no event later than     |
| 13 | October 1, 2019.  |