Session of 2008

## SENATE BILL No. 645

By Committee on Federal and State Affairs

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9 AN ACT concerning insurance; pertaining to insurance contracts with 10 health care providers; prohibiting certain types of provisions; amending K.S.A. 40-4607 and repealing the existing section. 11 1213 Be it enacted by the Legislature of the State of Kansas: 14Section 1. K.S.A. 40-4607 is hereby amended to read as follows: 40-154607. (a) A health insurer providing a health benefit plan shall maintain 16a provider network that is sufficient in numbers and types of providers 17to assure that all covered services to an insured will be accessible without unreasonable delay. Sufficiency of the provider network shall be deter-18 19mined in accordance with the requirements of this section, and may be established by reference to any reasonable criteria used by the health 2021insurer, including but not limited to: provider-insured ratios by specialty; primary care provider-insured ratios; geographic accessibility; waiting 22 23 times for appointments with participating providers; hours of operation; 24 and the availability of technological and specialty services to serve the 25needs of insureds requiring technologically advanced or specialty care. 26(b) A health insurer shall have a plan by which an insured with a life-27 threatening, chronic, degenerative or disabling condition or disease, 28which requires specialized medical care over a prolonged period of time, 29 may receive a referral to a specialist with expertise in treating such disease 30 or condition who shall be responsible for and capable of providing and 31coordinating the insured's specialty care. 32 Nothing in this section shall require a health insurer to provide (c) 33 benefits not otherwise covered by the terms of the health benefits plan. 34 A provider network shall not be determined to be insufficient for (d) 35 failure to contract with any provider unwilling to contract under the same terms and conditions, including reimbursement levels, as such health in-36 37 surer offers to other similarly situated health care providers. 38 (e) (1) No health insurer shall include a provision in an agreement with any provider which: 39 40 (A) Prohibits a provider from contracting with another health insurer 41to accept a lower reimbursement than the payment specified in the 42agreement; 43 (B) requires the provider to accept a lesser reimbursement from the

health insurer if the provider agrees with another carrier to accept the
lower reimbursement for services;

- 3 (C) terminates or renegotiates the agreement if the provider agrees 4 to accept a lower payment from a different carrier for services; or
- 5 (D) requires the provider to disclose such provider's contracted re-6 imbursement rates with all contracted providers.
- 7 (2) A violation of any of these provisions shall make such agreement 8 void and unenforceable.
- 9 Sec. 2. K.S.A. 40-4607 is hereby repealed.
- 10 Sec. 3. This act shall take effect and be in force from and after its 11 publication in the statute book.