HOUSE BILL No. 2344

By Committee on Appropriations

2-12

AN ACT relating to insurance; providing reimbursement for certain dietary formulas; amending K.S.A. 2008 Supp. 40-2,103 and 40-19c09 and repealing the existing sections.

Be it enacted by the Legislature of the State of Kansas:

New Section 1. (a) Any individual or group health insurance policy, medical service plan, contract, hospital service corporation contract, hospital and medical service corporation contract, fraternal benefit society or health maintenance organization, municipal group-funded pool and the state employee health care benefits plan which provides coverage for hospital, medical and surgical services, other than medicare supplemental or accident-only policies and which is delivered, issued for delivery, amended or renewed on and after July 1, 2009, also, shall provide coverage for:

- (1) Special dietary formulas essential to the treatment of inborn errors of metabolism, including treatment for phenylketonuria when recommended by a physician; and
- (2) amino-acid-based elemental formulas when ordered by a physician for diagnosed cases of cystic fibrosis; amino acid, organic acid and fatty acid metabolic and malabsorption disorders; IgE mediated allergies to food proteins; food protein-induced enterocolitis syndrome; eosinophilic esophagitis; eosinophilic gastroenterities; and eosinophilic colitis, when those conditions are diagnosed by an allergist, gastroenterologist or pediatrician.
- (b) Any policy, provision, contract, plan or agreement under this section may apply to such services the same deductibles, coinsurance and other limitations as apply to other covered services.
- (c) The provisions of this section shall not apply to any policy or certificate which provides coverage for any specified disease, specified accident or accident only coverage, credit dental, disability income, hospital indemnity, long-term care insurance as defined by K.S.A. 40-2227, and amendments thereto, vision care or any other limited supplemental benefit nor to any medicare supplement policy of insurance as defined by the commissioner of insurance by rule and regulation, any coverage issued as a supplement to liability insurance, workers compensation or similar

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insurance, automobile medical-payment insurance or any insurance under which benefits are payable with or without regard to fault, whether written on a group, blanket of individual basis.

(d) The provisions of K.S.A. 40-2249a, and amendments thereto, shall not apply to the provisions of this section.

Sec. 2. K.S.A. 2008 Supp. 40-2,103 is hereby amended to read as follows: 40-2,103. The requirements of K.S.A. 40-2,100, 40-2,101, 40-2,102, 40-2,104, 40-2,105, 40-2,114, 40-2,160, 40-2,165 through 40-2,170, inclusive, 40-2250, K.S.A. 2008 Supp. 40-2,105a and, 40-2,105b and section 1, and amendments thereto, shall apply to all insurance policies, subscriber contracts or certificates of insurance delivered, renewed or issued for delivery within or outside of this state or used within this state by or for an individual who resides or is employed in this state.

Sec. 3. K.S.A. 2008 Supp. 40-19c09 is hereby amended to read as follows: 40-19c09. (a) Corporations organized under the nonprofit medical and hospital service corporation act shall be subject to the provisions of the Kansas general corporation code, articles 60 to 74, inclusive, of chapter 17 of the Kansas Statutes Annotated, applicable to nonprofit corporations, to the provisions of K.S.A. 40-214, 40-215, 40-216, 40-218, 40-219, 40-222, 40-223, 40-224, 40-225, 40-226, 40-229, 40-230, 40-231, 40-235, 40-236, 40-237, 40-247, 40-248, 40-249, 40-250, 40-251, 40-252, $40-254,\ 40-2,100,\ 40-2,101,\ 40-2,102,\ 40-2,103,\ 40-2,104,\ 40-2,105,\ 40-2,100,\$ 2,116, 40-2,117, 40-2,153, 40-2,154, 40-2,160, 40-2,161, 40-2,163 through 40-2,170, inclusive, 40-2a01 et seq., 40-2111 to 40-2116, inclusive, 40-2215 to 40-2220, inclusive, 40-2221a, 40-2221b, 40-2229, 40-2230, 40-2250, 40-2251, 40-2253, 40-2254, 40-2401 to 40-2421, inclusive, and 40-3301 to 40-3313, inclusive, K.S.A. 2008 Supp. 40-2,105a and, 40-2,105b and section 1, and amendments thereto, except as the context otherwise requires, and shall not be subject to any other provisions of the insurance code except as expressly provided in this act.

- (b) No policy, agreement, contract or certificate issued by a corporation to which this section applies shall contain a provision which excludes, limits or otherwise restricts coverage because medicaid benefits as permitted by title XIX of the social security act of 1965 are or may be available for the same accident or illness.
- (c) Violation of subsection (b) shall be subject to the penalties prescribed by K.S.A. 40-2407 and 40-2411, and amendments thereto.
- 38 Sec. 4. K.S.A. 2008 Supp. 40-2,103 and 40-19c09 are hereby 39 repealed.
- Sec. 5. This act shall take effect and be in force from and after its publication in the statute book.