## **HOUSE BILL No. 2427**

By Committee on Vision 2020

## 1-12

AN ACT concerning healthcare; relating to telemedicine and telehealth monitoring; providing for reimbursement.

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

Section 1. (a) Any person in the health care community may apply under subsection (b) to an insurance provider to provide reimbursement for accident and health services covered by the insurance provider and which are provided by telemedicine or telehealth monitoring technologies, or under subsection (c) to the Kansas health policy authority to provide reimbursement through the state medicaid plan for health services provided by telemedicine or telehealth monitoring technologies.

- (b) (1) After receipt of a request described in subsection (a), the insurance provider shall have 90 days to make a determination and respond in writing to the applicant either approving or rejecting the request. If the request is rejected, the insurance provider shall send a letter of rejection to the applicant which shall contain a detailed explanation of the reasons why providing such reimbursement would not be economical or measurably improve the quality of health care delivered along with a description of any documentation which, if provided by the applicant, would cause the insurance provider to reconsider the request.
- (2) Upon receiving a letter of rejection, the applicant shall have 90 days in which to file a written request with the Kansas health policy authority to make a determination whether providing the covered services by use of telemedicine or telehealth monitoring would be more cost effective or measurably improve the quality of health care delivered. The applicant's request to the Kansas health policy authority shall include copies of the original application, letter of rejection received from the insurance provider, and the documentation the applicant is submitting in response to the rejection. After receiving the request from the applicant, the Kansas health policy authority shall have 90 days to review the file and render a decision.
- (3) If the Kansas health policy authority decides that the additional documentation provided by the applicant sufficiently addresses the issues raised by the insurance provider in the letter of rejection, the Kansas health policy authority shall forward the request to the insurance provider

 along with a statement from the Kansas health policy authority encouraging the insurance provider to provide the requested reimbursement and the reasons therefor. If the documentation is found by the Kansas health policy authority to not be sufficient to address the issues raised by the insurance provider in the letter of rejection, the Kansas health policy authority shall respond, in writing, to the applicant explaining why the documentation was insufficient. After receiving such notice, the applicant shall have 90 days to refile with the Kansas health policy authority.

- (4) Upon receiving the request from the Kansas health policy authority, the insurance provider shall have 90 days to make a determination and respond in writing to the applicant and the Kansas health policy authority either approving or rejecting the request. If the request is rejected, the insurance provider shall send a second letter of rejection to the applicant and the Kansas health policy authority which shall contain a detailed explanation of the reasons the insurance provider found the additional documentation submitted by the applicant to be insufficient.
- Upon receiving a second letter of rejection from the insurance provider, the applicant shall have 90 days in which to file a written request to the commissioner to make a determination whether providing the covered services by use of telemedicine or telehealth monitoring would be more cost effective or measurably improve the quality of health care delivered. The applicant's request to the commissioner shall include the copies of all documents exchanged between the applicant, the insurance provider, and the Kansas health policy authority. The commissioner shall have 90 days to review the file and render a decision. If after reviewing the request the commissioner finds the applicant has provided sufficient documentation to address issues raised by the insurance provider, the commissioner shall instruct the insurance provider to provide the reimbursement specifically requested by the applicant. If the commissioner finds that the applicant has not provided sufficient documentation in response to the issues raised by the insurance provider, the commissioner shall, in writing, notify the applicant of such determination and the reasons therefor.
- (c) (1) After receipt of a request described in subsection (a), the Kansas health policy authority shall have 90 days to make a determination and respond in writing to the applicant either approving or rejecting the request. If the request is rejected, the Kansas health policy authority shall send a letter of rejection to the applicant which shall contain a detailed explanation of the reasons for the rejection along with a description of any documentation which, if provided by the applicant, would cause the Kansas health policy authority to reconsider the request.
- (2) Upon receiving a letter of rejection, the applicant shall have 90 days in which to file a written request with the commissioner to make a

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determination on the appropriateness of the application. The applicant's 2 request to the commissioner shall include copies of the original applica-3 tion, letter of rejection received from the Kansas health policy authority, and the documentation the applicant is submitting in response to the rejection. After receiving the request from the applicant, the commissioner shall have 90 days to review the file and make recommendations to the Kansas health policy authority. A copy of the commissioner's recommendations shall be sent to the Kansas health policy authority and the applicant.

- (d) The Kansas health policy authority and the commissioner shall have the authority to adopt all rules and regulations deemed necessary and proper to carry out the provisions of this section.
  - For the purposes of this section:
  - "Applicant" includes the applicant's representative. (1)
  - "Commissioner" means the Kansas commissioner of insurance.
- "Health care community" means health care providers as well as administrators and researchers who are employed by hospitals.
- "Health care provider" shall have the meaning ascribed to it in K.S.A. 40-3401, and amendments thereto.
- "Hospital" shall have the meaning ascribed to it in K.S.A. 65-425, and amendments thereto.
- "Insurance provider" means the issuer of 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 which provides coverage for accident and health services.
- "Telecommunication services" means interactive audio and video telecommunications which permit real-time communication between the distant site physician or health care provider and patient.
  - "Telehealth monitoring" means the use of devices to remotely collect and send data from a patient to a health care provider for interpretation.
  - (9) "Telemedicine" means the use of telecommunications services to link health care providers and patients in different locations. Telemedicine includes any of the following provided through the use of telecommunications services:
    - (A) Consultation or office visit with a licensed health care provider;
    - individual psychotherapy; (B)
- pharmacological management service; or
- emergency services.
- Sec. 2. This act shall take effect and be in force from and after its 41 publication in the statute book.