By: Chisum

H.B. No. 2405

A BILL TO BE ENTITLED 1 AN ACT 2 relating to discrimination and restraint of trade against certain persons regulated under the Occupations Code. 3 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS: 4 SECTION 1. Section 15.05, Business and Commerce Code, is 5 amended by adding Subsections (e-1), (e-2), (e-3), (e-4), and (f-1) 6 7 and amending Subsections (g) and (i) to read as follows: (e-1) Notwithstanding Titles 4 and 7, Business 8 9 Organizations Code, it is unlawful to prohibit any person licensed under Subtitle C, Title 3, Occupations Code, from forming a 10 partnership, professional association, or professional limited 11 12 liability company with persons licensed under Subtitle B, Title 3, 13 Occupations Code. 14 (e-2) With regard to <u>a person licensed under a chapter of</u> Title 3, Occupations Code, who is authorized under state law, 15 16 rules, or regulations to provide services covered under an insurance policy, it is unlawful for an insurer to: 17 18 (1) deny payment or reimbursement for the services 19 solely because the services are provided by a person licensed under a particular chapter of Title 3, Occupations Code, if: 20 21 (A) the services are performed in strict 22 compliance with state laws, rules, and regulations relating to that 23 person's license; and (B) the insurer allows payment or reimbursement 24

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1	for	the	same	services	provided	by	а	person	licensed	under	а
2	diff	erent	t chap	ter of Tit	le 3, Occup	pati	ons	code;			

3 (2) make payment or reimbursement for particular 4 services that the person is authorized to provide under state law, 5 rules, or regulations contingent on provision of those services by 6 a person licensed under a different chapter of Title 3, Occupations 7 Code; or

8 (3) establish a cap on annual expenditures for or number of visits to a person licensed to provide covered services 9 under a particular chapter of Title 3, Occupations Code, that would 10 prohibit the insured from seeking the provision of covered services 11 12 from a person licensed to provide covered services under that chapter of Title 3, Occupations Code, to the same extent that the 13 14 insured may seek the provision of covered services by a person 15 licensed to provide those services under a different chapter of 16 Title 3, Occupations Code.

17 (e-3) It is unlawful for a licensing or regulatory entity created under Title 3, Occupations Code, to file, join, serve as an 18 amicus curiae, or otherwise participate in a lawsuit against 19 another licensing or regulatory entity created under Title 3, 20 Occupations Code, for any purpose, including the purpose of 21 22 preventing persons licensed under a particular chapter of Title 3, Occupations Code, from providing services that those persons have 23 24 been legally trained and licensed by the state to perform. (e-4) Notwithstanding any other law, it is unlawful to 25

26 prevent by any means a person licensed under a particular chapter of 27 Title 3, Occupations Code, from:

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(1) collaborating with a person licensed under a 1 different chapter of Title 3, Occupations Code, in providing 2 services to a client if each person performs only those services 3 that the person is authorized under state law, rules, or 4 regulations to perform; or 5 6 (2) using objective or subjective means to diagnose, 7 analyze, examine, or evaluate the condition of the person's client 8 for the purpose of: 9 (A) providing services to the client that the 10 person is authorized under state laws, rules, or regulations to provide; or 11 12 (B) referring the client to an appropriate person licensed under another chapter of Title 3, Occupations Code, for 13 14 the provision of services needed by the client. 15 (f-1) Notwithstanding any other law, it is not unlawful for a person licensed under another chapter of Title 3, Occupations 16 17 Code, to use the same billing codes used by a person licensed under Chapter 453, Occupations Code, if the billing codes describe 18 19 services that the person is authorized under state law, rules, or regulations to provide. 20 (g) Nothing in this section shall be construed to prohibit 21 activities that are exempt from the operation of the federal 22 antitrust laws, 15 U.S.C. Section 1 et seq., except that an 23 24 exemption otherwise available under the McCarran-Ferguson Act (15

U.S.C. Sections 1011-1015) does not serve to exempt activities under this Act. <u>Except as provided by Subsections (e-3) and (e-4),</u> nothing [Nothing] in this section shall apply to actions required

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or affirmatively approved by any statute of this state or of the
United States or by a regulatory agency of this state or of the
United States duly acting under any constitutional or statutory
authority vesting the agency with such power.

5 In determining whether a restraint related to the sale (i) or delivery of professional services is reasonable, except in cases 6 involving price fixing, or other per se violations, the court may 7 8 consider, but shall not reach its decision solely on the basis of, criteria which include: (1) whether the activities involved 9 maintain or improve the quality of such services to benefit the 10 public interest; (2) whether the activities involved limit or 11 reduce the cost of such services to benefit the public interest. 12 For purposes of this subsection, the term "professional services" 13 14 means services performed by any licensed accountant, physician or 15 other person licensed under Title 3, Occupations Code, or professional engineer in connection with his or her professional 16 17 employment or practice.

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SECTION 2. This Act takes effect September 1, 2011.

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