S.B. No. 1375

A BILL TO BE ENTITLED 1 AN ACT 2 relating to the use of clinical decision support software and laboratory benefits management programs by physicians and health 3 care providers in connection with provision of clinical laboratory 4 5 services to health benefit plan enrollees. BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS: 6 7 SECTION 1. Chapter 1451, Insurance Code, is amended by adding Subchapter M to read as follows: 8 9 SUBCHAPTER M. CLINICAL LABORATORIES Sec. 1451.601. DEFINITIONS. In this subchapter: 10 (1) "Clinical decision support software" means 11 12 computer software that compares patient characteristics to a database of clinical knowledge to produce patient-specific 13 14 assessments or recommendations to assist a physician or health care provider in making clinical decisions. 15 16 (2) "Clinical laboratory service" means the examination of a sample of biological material taken from a human 17 body ordered by a physician or health care provider for use in the 18 diagnosis, prevention, or treatment of a disease or the 19 identification or assessment of a medical or physical condition. 20 21 (3) "Enrollee" means an individual enrolled in a 22 health benefit plan. 23 (4) "Health benefit plan issuer" means an entity 24 authorized under this code or another insurance law of this state to

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1	provide health insurance or another form of health benefit plan in
2	this state, including:
3	(A) an insurance company;
4	(B) a group hospital service corporation
5	operating under Chapter 842;
6	(C) a health maintenance organization operating
7	under Chapter 843;
8	(D) an approved nonprofit health corporation
9	that holds a certificate of authority under Chapter 844;
10	(E) a multiple employer welfare arrangement that
11	holds a certificate of authority under Chapter 846;
12	(F) a stipulated premium company operating under
13	Chapter 884;
14	(G) a fraternal benefit society operating under
15	Chapter 885;
16	(H) a Lloyd's plan operating under Chapter 941;
17	or
18	(I) an exchange operating under Chapter 942.
19	(5) "Laboratory benefits management program" means a
20	health benefit plan issuer protocol or program administered by the
21	health benefit plan issuer or an entity under contract with the
22	health benefit plan issuer that dictates or limits decision making
23	by a physician or health care provider relating to the use of
24	clinical laboratory services.
25	Sec. 1451.602. CERTAIN REQUIREMENTS FOR USE OF CLINICAL
26	LABORATORIES AND LABORATORY SERVICES PROHIBITED. (a) A health
27	benefit plan issuer may not require the use of clinical decision

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1	support software or a laboratory benefits management program by an
2	enrollee's physician or health care provider before the physician
3	or health care provider orders a clinical laboratory service for
4	the enrollee.
5	(b) A health benefit plan issuer may not direct or limit the
6	decision making of an enrollee's physician or health care provider
7	relating to the use of a clinical laboratory service or referral of
8	a patient specimen to a laboratory in the health benefit plan
9	network or otherwise designated by the health benefit plan issuer.
10	(c) A health benefit plan issuer may not limit or deny
11	payment for a clinical laboratory service based on whether the
12	ordering physician or health care provider uses clinical decision
13	support software or a laboratory benefits management program.
14	SECTION 2. Subchapter M, Chapter 1451, Insurance Code, as
15	added by this Act, applies to a contract that is entered into or
16	renewed on or after the effective date of this Act. A contract
17	entered into or renewed before the effective date of this Act is
18	governed by the law as it existed immediately before the effective
19	date of this Act, and that law is continued in effect for that
20	purpose.
21	SECTION 3. This Act takes effect September 1, 2017.

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