By: Sanford

H.B. No. 2960

A BILL TO BE ENTITLED 1 AN ACT 2 relating to the relationship between managed care plans and optometrists, therapeutic optometrists, and ophthalmologists. 3 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS: 4 5 SECTION 1. Sections 1451.153(a) and (c), Insurance Code, are amended to read as follows: 6 7 (a) A managed care plan may not: 8 (1) discriminate against a health care practitioner 9 because the practitioner is an optometrist, therapeutic optometrist, or ophthalmologist; 10 11 (2) restrict or discourage a plan participant from 12 obtaining covered vision or medical eye care services or procedures from a participating optometrist, therapeutic optometrist, or 13 14 ophthalmologist solely because the practitioner is an optometrist, therapeutic optometrist, or ophthalmologist; 15 16 (3) restrict or discourage a plan participant from obtaining a covered vision or medical eye care service or procedure 17 from a participating optometrist, therapeutic optometrist, or 18 ophthalmologist because of the physical location or lessor 19 affiliation of the optometrist's, therapeutic optometrist's, or 20 ophthalmologist's practice; 21 (4) exclude an optometrist, therapeutic optometrist, 22 23 or ophthalmologist as a participating practitioner in the plan optometrist, therapeutic optometrist, 24 because the or

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1 ophthalmologist does not have medical staff privileges at a
2 hospital or at a particular hospital;

3 (5) exclude an optometrist, therapeutic optometrist, 4 or ophthalmologist as a participating practitioner in the plan 5 because of the physical location or lessor affiliation of the 6 optometrist's, therapeutic optometrist's, or ophthalmologist's 7 practice;

8 (6) identify a participating optometrist, therapeutic 9 optometrist, or ophthalmologist in a different category from other 10 participating health care practitioners based on a characteristic 11 other than professional degree;

12 (7) [(4)] exclude an optometrist, therapeutic 13 optometrist, or ophthalmologist as a participating practitioner in 14 the plan because the services or procedures provided by the 15 optometrist, therapeutic optometrist, or ophthalmologist may be 16 provided by another type of health care practitioner; [9r]

17 (8) $\left[\frac{(5)}{(5)}\right]$ as a condition for a therapeutic optometrist or ophthalmologist to be included in one or more of the plan's 18 19 medical panels, require the therapeutic optometrist or ophthalmologist to be included in, or to accept the terms of payment 20 under or for, a particular vision panel in which the therapeutic 21 optometrist or ophthalmologist does not otherwise wish to be 22 23 included; or

24 (9) as a condition for a therapeutic optometrist or 25 ophthalmologist to be included in one or more of the plan's vision 26 panels, require the therapeutic optometrist or ophthalmologist to 27 be included in, or to accept the terms of payment under or for, a

particular medical panel in which the therapeutic optometrist or 1 ophthalmologist does not otherwise wish to be included. 2 3 (c) For the purposes of <u>Subsections (a)(8) and (9)</u> [Subsection (a)(5)], "medical panel" and "vision panel" have the 4 5 meanings assigned by Section 1451.154(a). 6 SECTION 2. Section 1451.154(c), Insurance Code, is amended 7 to read as follows: 8 (c) A therapeutic optometrist who is included in a managed care plan's medical panels under Subsection (b) must: 9 10 (1)abide by the terms and conditions of the managed care plan; 11 satisfy the managed care plan's credentialing 12 (2) standards for therapeutic optometrists; and 13 14 (3) provide proof that the Texas Optometry Board 15 considers the therapeutic optometrist's license to practice therapeutic optometry to be in good standing[; and 16 17 [(4) comply with the requirements of the Controlled Substances Registration Program operated by the Department of 18 19 Public Safety]. SECTION 3. Section 1451.155(a), Insurance Code, is amended 20 by adding Subdivision (3) to read as follows: 21 (3) "Chargeback" means a dollar 22 amount, administrative fee, processing fee, surcharge, or item of value 23 24 that reduces or offsets the patient responsibility or provider reimbursement for a covered product or service. 25 SECTION 4. Section 1451.155, Insurance Code, is amended by 26 27 amending Subsections (b) and (c) and adding Subsections (d) and (e)

1 to read as follows:

2 (b) A contract between <u>a managed care plan</u> [an insurer] and 3 an optometrist or therapeutic optometrist may not limit the fee the 4 optometrist or therapeutic optometrist may charge for a product or 5 service that is not a covered product or service.

6 (c) A contract between <u>a managed care plan</u> [an insurer] and 7 an optometrist or therapeutic optometrist may not require a 8 discount on a product or service that is not a covered product or 9 service.

10 <u>(d) A contract between a managed care plan and an</u> 11 <u>optometrist or therapeutic optometrist may not provide for a</u> 12 <u>chargeback to the optometrist or therapeutic optometrist if the</u> 13 <u>chargeback is for a covered product or service that is not supplied</u> 14 <u>by the managed care plan.</u>

15 (e) A contract between a managed care plan and an 16 optometrist or therapeutic optometrist may not provide for a 17 reimbursement fee schedule for a covered product or service that is 18 different from the fee schedule applicable to another optometrist 19 or therapeutic optometrist because of the optometrist's or 20 therapeutic optometrist's choice of optical laboratory or other 21 source or supplier of services or materials.

22 SECTION 5. Section 1451.156(a), Insurance Code, is amended 23 to read as follows:

(a) A managed care plan, as described by Section
25 1451.152(a), may not directly or indirectly:

(1) control or attempt to control the professionaljudgment, manner of practice, or practice of an optometrist or

1 therapeutic optometrist;

2 (2) employ an optometrist or therapeutic optometrist
3 to provide a vision care product or service as defined by Section
4 1451.155;

5 (3) pay an optometrist or therapeutic optometrist for6 a service not provided;

7 (4) <u>reimburse an optometrist or therapeutic</u>
8 <u>optometrist a different amount for a covered product or service as</u>
9 <u>defined by Section 1451.155(a) because of an optometrist's or</u>
10 <u>therapeutic optometrist's choice of optical laboratory or other</u>
11 <u>source or supplier of services or materials;</u>

12 (5) restrict or limit an optometrist's or therapeutic 13 optometrist's choice of sources or suppliers of services or 14 materials, including optical laboratories used by the optometrist 15 or therapeutic optometrist to provide services or materials to a 16 patient; [or]

17 (6) restrict or limit an optometrist's or therapeutic 18 optometrist's choice of electronic health record software, 19 electronic medical record software, or practice management 20 software;

21 (7) restrict or limit an optometrist's or therapeutic
22 optometrist's choice of third-party claim-filing service, billing
23 service, or electronic data interchange clearinghouse company;

24 <u>(8) restrict or limit an optometrist's or therapeutic</u>
25 <u>optometrist's access to a patient's complete plan coverage</u>
26 <u>information, including in-network and out-of-network coverage</u>
27 details; or

1 (9) [(5)] require an optometrist or therapeutic 2 optometrist to disclose a patient's confidential or protected 3 health information unless the disclosure is authorized by the 4 patient or permitted without authorization under the Health 5 Insurance Portability and Accountability Act of 1996 (42 U.S.C. 6 Section 1320d et seq.) or under Section 602.053.

7 SECTION 6. The following sections of the Insurance Code are 8 repealed:

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(1) Section 1451.154(d); and

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(2) Section 1451.156(d).

SECTION 7. The changes in law made by this Act apply only to 11 a contract between a managed care plan issuer and an optometrist, 12 therapeutic optometrist, or ophthalmologist entered into 13 or 14 renewed, or a managed care plan delivered, issued for delivery, or 15 renewed, on or after January 1, 2022. A contract entered into or renewed, or a plan delivered, issued for delivery, or renewed, 16 17 before January 1, 2022, is governed by the law as it existed immediately before the effective date of this Act, and that law is 18 continued in effect for that purpose. 19

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SECTION 8. This Act takes effect September 1, 2021.