## AMENDMENTS TO LB254

## Introduced by Coash

- 1 1. Strike the original sections and all amendments
- 2 thereto and insert the following new sections:
- 3 Section 1. Section 44-7,104, Revised Statutes Cumulative
- 4 Supplement, 2012, is amended to read:
- 5 44-7,104 (1) Notwithstanding section 44-3,131, (a) any
- 6 individual or group sickness and accident insurance policy,
- 7 certificate, or subscriber contract delivered, issued for delivery,
- 8 or renewed in this state and any hospital, medical, or surgical
- 9 expense-incurred policy, except for policies that provide coverage
- 10 for a specified disease or other limited-benefit coverage, and (b)
- 11 any self-funded employee benefit plan to the extent not preempted
- 12 by federal law that provides coverage for cancer treatment shall
- 13 provide coverage for a prescribed, orally administered anticancer
- 14 medication that is used to kill or slow the growth of cancerous
- 15 cells on a basis no less favorable than intravenously administered
- 16 or injected anticancer medications that are covered as medical
- 17 benefits by the policy, certificate, contract, or plan.
- 18 (2) This section does not prohibit such policy,
- 19 certificate, contract, or plan from requiring prior authorization
- 20 for a prescribed, orally administered anticancer medication. If
- 21 such medication is authorized, the cost to the covered individual
- 22 shall not exceed the coinsurance or copayment that would be applied
- 23 to any other cancer treatment involving intravenously administered

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1 or injected anticancer medications.

- 2 (3) A policy, certificate, contract, or plan provider
- 3 shall not reclassify any anticancer medication or increase a
- 4 coinsurance, copayment, deductible, or other out-of-pocket expense
- 5 imposed on any anticancer medication to achieve compliance with
- 6 this section. Any change that otherwise increases an out-of-pocket
- 7 expense applied to any anticancer medication shall also be applied
- 8 to the majority of comparable medical or pharmaceutical benefits
- 9 under the policy, certificate, contract, or plan.
- 10 (4) This section does not prohibit a policy, certificate,
- 11 contract, or plan provider from increasing cost-sharing for all
- 12 benefits, including cancer treatments.
- 13 (5) This section shall apply to any policy, certificate,
- 14 contract, or plan that is delivered, issued for delivery, or
- 15 renewed in this state on or after October 1, 2012.
- 16 (6) This section terminates on December 31, 2015.
- 17 Sec. 2. (1) For purposes of this section:
- 18 (a) Applied behavior analysis means the design,
- 19 implementation, and evaluation of environmental modifications,
- 20 using behavioral stimuli and consequences, to produce socially
- 21 significant improvement in human behavior, including the use of
- 22 direct observation, measurement, and functional analysis of the
- 23 <u>relationship between environment and behavior;</u>
- 24 (b) Autism spectrum disorder means any of the pervasive
- 25 developmental disorders or autism spectrum disorder as defined by
- 26 the Diagnostic and Statistical Manual of Mental Disorders, as the
- 27 most recent edition of such manual existed on the operative date of

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1 this section;

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2 (c) Behavioral health treatment means counseling and 3 treatment programs, including applied behavior analysis, that are: 4 (i) Necessary to develop, maintain, or restore, to the maximum 5 extent practicable, the functioning of an individual; and (ii) 6 provided or supervised, either in person or by telehealth, by a 7 behavior analyst certified by a national certifying organization or 8 a licensed psychologist if the services performed are within the 9 boundaries of the psychologist's competency; 10 (d) Diagnosis means a medically necessary assessment, 11 evaluation, or test to diagnose if an individual has an autism 12 spectrum disorder; 13 (e) Pharmacy care means a medication that is prescribed 14 by a licensed physician and any health-related service deemed 15 medically necessary to determine the need or effectiveness of the 16 medication; 17 (f) Psychiatric care means a direct or consultative 18 service provided by a psychiatrist licensed in the state in which 19 he or she practices; 20 (g) Psychological care means a direct or consultative 21 service provided by a psychologist licensed in the state in which 22 he or she practices; 23 (h) Therapeutic care means a service provided by a 24 licensed speech-language pathologist, occupational therapist, or 25 physical therapist; and

related equipment, that is prescribed or ordered for an individual

(i) Treatment means evidence-based care, including

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1 diagnosed with an autism spectrum disorder by a licensed physician

- 2 or a licensed psychologist, including:
- 3 (i) Behavioral health treatment;
- 4 (ii) Pharmacy care;
- 5 (iii) Psychiatric care;
- 6 (iv) Psychological care; and
- 7 (v) Therapeutic care.

8 (2) Notwithstanding section 44-3,131, (a) any individual 9 or group sickness and accident insurance policy or subscriber 10 contract delivered, issued for delivery, or renewed in this state 11 and any hospital, medical, or surgical expense-incurred policy, 12 except for policies that provide coverage for a specified disease 13 or other limited-benefit coverage, and (b) any self-funded employee 14 benefit plan to the extent not preempted by federal law, including 15 any such plan provided for employees of the State of Nebraska, 16 shall provide coverage for the screening, diagnosis, and treatment 17 of an autism spectrum disorder in an individual under twenty-one 18 years of age. To the extent that the screening, diagnosis, and 19 treatment of autism spectrum disorder are not already covered by such policy or contract, coverage under this section shall be 20 21 included in such policies or contracts that are delivered, issued 22 for delivery, amended, or renewed in this state or outside this 23 state if the policy or contract insures a resident of Nebraska on or after January 1, 2015. No insurer shall terminate coverage or 24 25 refuse to deliver, issue for delivery, amend, or renew coverage of 26 the insured as a result of an autism spectrum disorder diagnosis or 27 treatment. Nothing in this subsection applies to non-grandfathered AM2901 LB254 DSH-04/08/2014

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1 plans in the individual and small group markets that are required

- 2 to include essential health benefits under the federal Patient
- 3 Protection and Affordable Care Act or to medicare supplement,
- 4 accident-only, specified disease, hospital indemnity, disability
- 5 income, long-term care, or other limited benefit hospital insurance
- 6 policies.
- 7 (3) Except as provided in subsection (4) of this section,
- 8 coverage for an autism spectrum disorder shall not be subject
- 9 to any limits on the number of visits an individual may make
- 10 for treatment of an autism spectrum disorder, nor shall such
- 11 coverage be subject to dollar limits, deductibles, copayments, or
- 12 coinsurance provisions that are less favorable to an insured than
- 13 the equivalent provisions that apply to a general physical illness
- 14 under the policy.
- 15 (4) Coverage for behavioral health treatment, including
- 16 applied behavior analysis, shall be subject to a maximum benefit
- 17 of twenty-five hours per week until the insured reaches twenty-one
- 18 years of age. Payments made by an insurer on behalf of a covered
- 19 individual for treatment other than behavioral health treatment,
- 20 including applied behavior analysis, shall not be applied to any
- 21 maximum benefit established under this section.
- 22 (5) Except in the case of inpatient service, if an
- 23 individual is receiving treatment for an autism spectrum disorder,
- 24 an insurer shall have the right to request a review of that
- 25 treatment not more than once every six months unless the insurer
- 26 and the individual's licensed physician or licensed psychologist
- 27 execute an agreement that a more frequent review is necessary.

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1 Any such agreement regarding the right to review a treatment plan 2 more frequently shall apply only to a particular individual being 3 treated for an autism spectrum disorder and shall not apply to 4 all individuals being treated for autism spectrum disorder by a 5 licensed physician or licensed psychologist. The cost of obtaining 6 a review under this subsection shall be borne by the insurer. 7 (6) This section shall not be construed as limiting 8 any benefit that is otherwise available to an individual under 9 a hospital, surgical, or medical expense-incurred policy or 10 health maintenance organization contract. This section shall not 11 be construed as affecting any obligation to provide services 12 to an individual under an individualized family service plan, 13 individualized education program, or individualized service plan. 14 Sec. 3. The Department of Health and Human Services 15 shall establish a program to provide amino acid-based elemental 16 formulas for the diagnosis and treatment of Immunoglobulin E 17 and non-Immunoglobulin E mediated allergies to multiple food 18 proteins, food-protein-induced enterocolitis syndrome, eosinophilic 19 disorders, and impaired absorption of nutrients caused by disorders affecting the absorptive surface, functional length, and motility 20 21 of the gastrointestinal tract, when the ordering physician has 22 issued a written order stating that the amino acid-based elemental 23 formula is medically necessary for the treatment of a disease or 24 disorder. Up to fifty percent of the actual out-of-pocket cost, not 25 to exceed twelve thousand dollars, for amino acid-based elemental 26 formulas shall be available to an individual without fees each 27 twelve-month period. The department shall distribute funds on a AM2901 LB254 DSH-04/08/2014 DSH-04/08/2014

1 first-come, first-served basis. Nothing in this section is deemed

- 2 to be an entitlement. The maximum total General Fund expenditures
- 3 per year for amino acid-based elemental formulas shall not exceed
- 4 two hundred fifty thousand dollars each fiscal year in FY2014-15
- 5 and FY2015-16. The Department of Health and Human Services shall
- 6 provide an electronic report on the program to the Legislature
- 7 annually on or before December 15 of each year.
- 8 Sec. 4. There is hereby appropriated (1) \$362,500 from
- 9 the General Fund for FY2014-15 and (2) \$725,000 from the General
- 10 Fund for FY2015-16 to the Board of Regents of the University of
- 11 Nebraska, for Program 781, to aid in carrying out the provisions of
- 12 this legislative bill.
- 13 Sec. 5. There is hereby appropriated (1) \$250,000 from
- 14 the General Fund for FY2014-15 and (2) \$250,000 from the General
- 15 Fund for FY2015-16 to the Department of Health and Human Services,
- 16 for Program 514, to aid in carrying out the provisions of this
- 17 legislative bill.
- 18 No expenditures for permanent and temporary salaries and
- 19 per diems for state employees shall be made from funds appropriated
- 20 in this section.
- 21 Sec. 6. There is hereby appropriated (1) \$10,000 from
- 22 the General Fund for FY2014-15 and (2) \$10,000 from the General
- 23 Fund for FY2015-16 to the Department of Health and Human Services,
- 24 for Program 33, to aid in carrying out the provisions of this
- 25 legislative bill.
- 26 Total expenditures for permanent and temporary salaries
- 27 and per diems from funds appropriated in this section shall not

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- 1 <u>exceed \$10,000 for FY2014-15 or \$10,000 for FY2015-16.</u>
- 2 Sec. 7. Section 3 of this act becomes operative on
- 3 July 1, 2014. Sections 4, 5, 6, 7, and 9 of this act become
- 4 operative on their effective date. The other sections of this act
- 5 become operative three calendar months after adjournment of this
- 6 legislative session.
- 7 Sec. 8. Original section 44-7,104, Revised Statutes
- 8 Cumulative Supplement, 2012, is repealed.
- 9 Sec. 9. Since an emergency exists, this act takes effect
- 10 when passed and approved according to law.