

# House Bill 2918

Sponsored by Representative BUCKLEY; Representatives C EDWARDS, HOLVEY, SHIELDS, TOMEI

## SUMMARY

The following summary is not prepared by the sponsors of the measure and is not a part of the body thereof subject to consideration by the Legislative Assembly. It is an editor's brief statement of the essential features of the measure **as introduced**.

Requires health benefit plan to cover treatment of pervasive developmental disorder subject to same conditions as treatment of physical illness.

## A BILL FOR AN ACT

1  
2 Relating to health benefit plan coverage of pervasive developmental disorder; creating new pro-  
3 visions; and amending ORS 750.055 and 750.333.

4 **Be It Enacted by the People of the State of Oregon:**

5 **SECTION 1. Section 2 of this 2007 Act is added to and made a part of the Insurance Code.**

6 **SECTION 2. (1) All health benefit plans, as defined in ORS 743.730, shall provide coverage**  
7 **for treatment of a pervasive developmental disorder that is prescribed by the beneficiary's**  
8 **physician in accordance with a treatment plan.**

9 **(2) The coverage for treatment of a pervasive developmental disorder may be subject to**  
10 **the same requirements in the plan that apply to physical illness generally, including**  
11 **copayments, coinsurance or deductibles.**

12 **(3) As used in this section, "pervasive developmental disorder" means a neurological**  
13 **condition, including Asperger's syndrome and autism, as defined in the most recent edition**  
14 **of the Diagnostic and Statistical Manual of Mental Disorders of the American Psychiatric**  
15 **Association.**

16 **(4) The provisions of ORS 743.700 do not apply to this section.**

17 **SECTION 3. ORS 750.055 is amended to read:**

18 750.055. (1) The following provisions of the Insurance Code apply to health care service con-  
19 tractors to the extent not inconsistent with the express provisions of ORS 750.005 to 750.095:

20 (a) ORS 705.137, 705.139, 731.004 to 731.150, 731.162, 731.216 to 731.362, 731.382, 731.385, 731.386,  
21 731.390, 731.398 to 731.430, 731.428, 731.450, 731.454, 731.488, 731.504, 731.508, 731.509, 731.510,  
22 731.511, 731.512, 731.574 to 731.620, 731.592, 731.594, 731.640 to 731.652, 731.730, 731.731, 731.735,  
23 731.737, 731.750, 731.752, 731.804 and 731.844 to 731.992.

24 (b) ORS 732.215, 732.220, 732.230, 732.245, 732.250, 732.320, 732.325 and 732.517 to 732.592, not  
25 including ORS 732.582.

26 (c) ORS 733.010 to 733.050, 733.080, 733.140 to 733.170, 733.210, 733.510 to 733.680 and 733.695  
27 to 733.780.

28 (d) ORS chapter 734.

29 (e) ORS 742.001 to 742.009, 742.013, 742.061, 742.065, 742.150 to 742.162, 742.400, 742.520 to  
30 742.540, 743.010, 743.013, 743.018 to 743.030, 743.050, 743.100 to 743.109, 743.402, 743.412, 743.472,  
31 743.492, 743.495, 743.498, 743.522, 743.523, 743.524, 743.526, 743.527, 743.528, 743.529, 743.549 to

**NOTE:** Matter in **boldfaced** type in an amended section is new; matter *[italic and bracketed]* is existing law to be omitted. New sections are in **boldfaced** type.

1 743.552, 743.556, 743.560, 743.600 to 743.610, 743.650 to 743.656, 743.691, 743.693, 743.694, 743.697,  
 2 743.699, 743.701, 743.706 to 743.712, 743.721, 743.722, 743.726, 743.727, 743.728, 743.729, 743.793,  
 3 743.804, 743.807, 743.808, 743.814 to 743.839, 743.842, 743.845, 743.847, 743.854, 743.856, 743.857,  
 4 743.858, 743.859, 743.861, 743.862, 743.863, 743.864, 743.866 and 743.868 **and section 2 of this 2007**  
 5 **Act.**

6 (f) The provisions of ORS chapter 744 relating to the regulation of insurance producers.

7 (g) ORS 746.005 to 746.140, 746.160, 746.220 to 746.370, 746.600, 746.605, 746.607, 746.608, 746.610,  
 8 746.615, 746.625, 746.635, 746.650, 746.655, 746.660, 746.668, 746.670, 746.675, 746.680 and 746.690.

9 (h) ORS 743.714, except in the case of group practice health maintenance organizations that are  
 10 federally qualified pursuant to Title XIII of the Public Health Service Act unless the patient is re-  
 11 ferred by a physician associated with a group practice health maintenance organization.

12 (i) ORS 735.600 to 735.650.

13 (j) ORS 743.680 to 743.689.

14 (k) ORS 744.700 to 744.740.

15 (L) ORS 743.730 to 743.773.

16 (m) ORS 731.485, except in the case of a group practice health maintenance organization that  
 17 is federally qualified pursuant to Title XIII of the Public Health Service Act and that wholly owns  
 18 and operates an in-house drug outlet.

19 (2) For the purposes of this section, health care service contractors shall be deemed insurers.

20 (3) Any for-profit health care service contractor organized under the laws of any other state that  
 21 is not governed by the insurance laws of the other state is subject to all requirements of ORS  
 22 chapter 732.

23 (4) The Director of the Department of Consumer and Business Services may, after notice and  
 24 hearing, adopt reasonable rules not inconsistent with this section and ORS 750.003, 750.005, 750.025  
 25 and 750.045 that are deemed necessary for the proper administration of these provisions.

26 **SECTION 4.** ORS 750.055, as amended by section 7, chapter 137, Oregon Laws 2003, section 3,  
 27 chapter 263, Oregon Laws 2003, sections 501 and 502, chapter 22, Oregon Laws 2005, sections 5 and  
 28 6, chapter 255, Oregon Laws 2005, and section 5, chapter 418, Oregon Laws 2005, is amended to  
 29 read:

30 750.055. (1) The following provisions of the Insurance Code apply to health care service con-  
 31 tractors to the extent not inconsistent with the express provisions of ORS 750.005 to 750.095:

32 (a) ORS 705.137, 705.139, 731.004 to 731.150, 731.162, 731.216 to 731.362, 731.382, 731.385, 731.386,  
 33 731.390, 731.398 to 731.430, 731.428, 731.450, 731.454, 731.488, 731.504, 731.508, 731.509, 731.510,  
 34 731.511, 731.512, 731.574 to 731.620, 731.592, 731.594, 731.640 to 731.652, 731.730, 731.731, 731.735,  
 35 731.737, 731.750, 731.752, 731.804 and 731.844 to 731.992.

36 (b) ORS 732.215, 732.220, 732.230, 732.245, 732.250, 732.320, 732.325 and 732.517 to 732.592, not  
 37 including ORS 732.582.

38 (c) ORS 733.010 to 733.050, 733.080, 733.140 to 733.170, 733.210, 733.510 to 733.680 and 733.695  
 39 to 733.780.

40 (d) ORS chapter 734.

41 (e) ORS 742.001 to 742.009, 742.013, 742.061, 742.065, 742.150 to 742.162, 742.400, 742.520 to  
 42 742.540, 743.010, 743.013, 743.018 to 743.030, 743.050, 743.100 to 743.109, 743.402, 743.412, 743.472,  
 43 743.492, 743.495, 743.498, 743.522, 743.523, 743.524, 743.526, 743.527, 743.528, 743.529, 743.549 to  
 44 743.552, 743.556, 743.560, 743.600 to 743.610, 743.650 to 743.656, 743.691, 743.693, 743.694, 743.697,  
 45 743.699, 743.701, 743.706 to 743.712, 743.721, 743.722, 743.727, 743.728, 743.729, 743.793, 743.804,

1 743.807, 743.808, 743.814 to 743.839, 743.842, 743.845, 743.847, 743.854, 743.856, 743.857, 743.858,  
 2 743.859, 743.861, 743.862, 743.863, 743.864, 743.866 and 743.868 **and section 2 of this 2007 Act.**

3 (f) The provisions of ORS chapter 744 relating to the regulation of insurance producers.

4 (g) ORS 746.005 to 746.140, 746.160, 746.220 to 746.370, 746.600, 746.605, 746.607, 746.608, 746.610,  
 5 746.615, 746.625, 746.635, 746.650, 746.655, 746.660, 746.668, 746.670, 746.675, 746.680 and 746.690.

6 (h) ORS 743.714, except in the case of group practice health maintenance organizations that are  
 7 federally qualified pursuant to Title XIII of the Public Health Service Act unless the patient is re-  
 8 ferred by a physician associated with a group practice health maintenance organization.

9 (i) ORS 735.600 to 735.650.

10 (j) ORS 743.680 to 743.689.

11 (k) ORS 744.700 to 744.740.

12 (L) ORS 743.730 to 743.773.

13 (m) ORS 731.485, except in the case of a group practice health maintenance organization that  
 14 is federally qualified pursuant to Title XIII of the Public Health Service Act and that wholly owns  
 15 and operates an in-house drug outlet.

16 (2) For the purposes of this section, health care service contractors shall be deemed insurers.

17 (3) Any for-profit health care service contractor organized under the laws of any other state that  
 18 is not governed by the insurance laws of the other state is subject to all requirements of ORS  
 19 chapter 732.

20 (4) The Director of the Department of Consumer and Business Services may, after notice and  
 21 hearing, adopt reasonable rules not inconsistent with this section and ORS 750.003, 750.005, 750.025  
 22 and 750.045 that are deemed necessary for the proper administration of these provisions.

23 **SECTION 5.** ORS 750.333 is amended to read:

24 750.333. (1) The following provisions of the Insurance Code apply to trusts carrying out a mul-  
 25 tiple employer welfare arrangement:

26 (a) ORS 731.004 to 731.150, 731.162, 731.216 to 731.268, 731.296 to 731.316, 731.324, 731.328,  
 27 731.378, 731.386, 731.390, 731.398, 731.406, 731.410, 731.414, 731.418 to 731.434, 731.454, 731.484,  
 28 731.486, 731.488, 731.512, 731.574 to 731.620, 731.640 to 731.652, 731.804 to 731.992.

29 (b) ORS 733.010 to 733.050, 733.140 to 733.170, 733.210, 733.510 to 733.680 and 733.695 to 733.780.

30 (c) ORS chapter 734.

31 (d) ORS 742.001 to 742.009, 742.013, 742.061 and 742.400.

32 (e) ORS 743.028, 743.053, 743.524, 743.526, 743.527, 743.528, 743.529, 743.530, 743.560, 743.562,  
 33 743.600, 743.601, 743.602, 743.610, 743.691, 743.693, 743.694, 743.699, 743.727, 743.728, 743.730 to  
 34 743.773 (except 743.760 to 743.773), 743.793, 743.801, 743.804, 743.807, 743.808, 743.814 to 743.839,  
 35 743.842, 743.845, 743.847, 743.854, 743.856, 743.857, 743.858, 743.859, 743.861, 743.862, 743.863 and  
 36 743.864.

37 (f) ORS 743.556, 743.701, 743.703, 743.706, 743.707, 743.709, 743.710, 743.712, 743.713, 743.714,  
 38 743.717, 743.718, 743.719, 743.721, 743.722, 743.725 and 743.726 **and section 2 of this 2007 Act.**  
 39 Multiple employer welfare arrangements to which ORS 743.730 to 743.773 apply are subject to the  
 40 sections referred to in this paragraph only as provided in ORS 743.730 to 743.773.

41 (g) Provisions of ORS chapter 744 relating to the regulation of insurance producers and insur-  
 42 ance consultants, and ORS 744.700 to 744.740.

43 (h) ORS 746.005 to 746.140, 746.160 and 746.220 to 746.370.

44 (i) ORS 731.592 and 731.594.

45 (2) For the purposes of this section:

1 (a) A trust carrying out a multiple employer welfare arrangement shall be considered an insurer.

2 (b) References to certificates of authority shall be considered references to certificates of mul-  
3 tiple employer welfare arrangement.

4 (c) Contributions shall be considered premiums.

5 (3) The provision of health benefits under ORS 750.301 to 750.341 shall be considered to be the  
6 transaction of health insurance.

7 **SECTION 6.** ORS 750.333, as amended by section 4, chapter 263, Oregon Laws 2003, is amended  
8 to read:

9 750.333. (1) The following provisions of the Insurance Code apply to trusts carrying out a mul-  
10 tiple employer welfare arrangement:

11 (a) ORS 731.004 to 731.150, 731.162, 731.216 to 731.268, 731.296 to 731.316, 731.324, 731.328,  
12 731.378, 731.386, 731.390, 731.398, 731.406, 731.410, 731.414, 731.418 to 731.434, 731.454, 731.484,  
13 731.486, 731.488, 731.512, 731.574 to 731.620, 731.640 to 731.652, 731.804 to 731.992.

14 (b) ORS 733.010 to 733.050, 733.140 to 733.170, 733.210, 733.510 to 733.680 and 733.695 to 733.780.

15 (c) ORS chapter 734.

16 (d) ORS 742.001 to 742.009, 742.013, 742.061 and 742.400.

17 (e) ORS 743.028, 743.053, 743.524, 743.526, 743.527, 743.528, 743.529, 743.530, 743.560, 743.562,  
18 743.600, 743.601, 743.602, 743.610, 743.691, 743.693, 743.694, 743.699, 743.727, 743.728, 743.730 to  
19 743.773 (except 743.760 to 743.773), 743.793, 743.801, 743.804, 743.807, 743.808, 743.814 to 743.839,  
20 743.842, 743.845, 743.847, 743.854, 743.856, 743.857, 743.858, 743.859, 743.861, 743.862, 743.863 and  
21 743.864.

22 (f) ORS 743.556, 743.701, 743.703, 743.706, 743.707, 743.709, 743.710, 743.712, 743.713, 743.714,  
23 743.717, 743.718, 743.719, 743.721, 743.722 and 743.725 **and section 2 of this 2007 Act.** Multiple  
24 employer welfare arrangements to which ORS 743.730 to 743.773 apply are subject to the sections  
25 referred to in this paragraph only as provided in ORS 743.730 to 743.773.

26 (g) Provisions of ORS chapter 744 relating to the regulation of insurance producers and insur-  
27 ance consultants, and ORS 744.700 to 744.740.

28 (h) ORS 746.005 to 746.140, 746.160 and 746.220 to 746.370.

29 (i) ORS 731.592 and 731.594.

30 (2) For the purposes of this section:

31 (a) A trust carrying out a multiple employer welfare arrangement shall be considered an insurer.

32 (b) References to certificates of authority shall be considered references to certificates of mul-  
33 tiple employer welfare arrangement.

34 (c) Contributions shall be considered premiums.

35 (3) The provision of health benefits under ORS 750.301 to 750.341 shall be considered to be the  
36 transaction of health insurance.

37 **SECTION 7.** ORS 750.333, as amended by section 8, chapter 137, Oregon Laws 2003, section 4,  
38 chapter 263, Oregon Laws 2003, section 3, chapter 446, Oregon Laws 2003, and section 6, chapter  
39 418, Oregon Laws 2005, is amended to read:

40 750.333. (1) The following provisions of the Insurance Code apply to trusts carrying out a mul-  
41 tiple employer welfare arrangement:

42 (a) ORS 731.004 to 731.150, 731.162, 731.216 to 731.268, 731.296 to 731.316, 731.324, 731.328,  
43 731.378, 731.386, 731.390, 731.398, 731.406, 731.410, 731.414, 731.418 to 731.434, 731.454, 731.484,  
44 731.486, 731.488, 731.512, 731.574 to 731.620, 731.640 to 731.652, 731.804 to 731.992.

45 (b) ORS 733.010 to 733.050, 733.140 to 733.170, 733.210, 733.510 to 733.680 and 733.695 to 733.780.

- 1 (c) ORS chapter 734.
- 2 (d) ORS 742.001 to 742.009, 742.013, 742.061 and 742.400.
- 3 (e) ORS 743.028, 743.053, 743.524, 743.526, 743.527, 743.528, 743.529, 743.530, 743.560, 743.562,  
4 743.600, 743.601, 743.602, 743.610, 743.691, 743.693, 743.694, 743.699, 743.727, 743.728, 743.730 to  
5 743.773 (except 743.760 to 743.773), 743.793, 743.801, 743.804, 743.807, 743.808, 743.814 to 743.839,  
6 743.842, 743.845, 743.847, 743.854, 743.856, 743.857, 743.858, 743.859, 743.861, 743.862, 743.863 and  
7 743.864.
- 8 (f) ORS 743.556, 743.701, 743.703, 743.706, 743.707, 743.709, 743.710, 743.712, 743.713, 743.714,  
9 743.717, 743.718, 743.719, 743.721 and 743.722 **and section 2 of this 2007 Act**. Multiple employer  
10 welfare arrangements to which ORS 743.730 to 743.773 apply are subject to the sections referred to  
11 in this paragraph only as provided in ORS 743.730 to 743.773.
- 12 (g) Provisions of ORS chapter 744 relating to the regulation of insurance producers and insur-  
13 ance consultants, and ORS 744.700 to 744.740.
- 14 (h) ORS 746.005 to 746.140, 746.160 and 746.220 to 746.370.
- 15 (i) ORS 731.592 and 731.594.
- 16 (2) For the purposes of this section:
  - 17 (a) A trust carrying out a multiple employer welfare arrangement shall be considered an insurer.
  - 18 (b) References to certificates of authority shall be considered references to certificates of mul-  
19 tiple employer welfare arrangement.
  - 20 (c) Contributions shall be considered premiums.
- 21 (3) The provision of health benefits under ORS 750.301 to 750.341 shall be considered to be the  
22 transaction of health insurance.
- 23 **SECTION 8. Section 2 of this 2007 Act applies to health benefit plan policies issued or**  
24 **renewed on or after the effective date of this 2007 Act.**
- 25