

Senate Bill 8

Sponsored by Senator COURTNEY; Senators BATES, MORRISETTE, Representatives GILLIAM, GREENLICK, 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 that covers chemotherapy to cover orally administered agents as part of medical benefit.

A BILL FOR AN ACT

1
2 Relating to health benefit plan coverage of chemotherapy; creating new provisions; and amending
3 ORS 750.055 and 750.333.

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

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

6 **SECTION 2. (1) A health benefit plan that provides coverage for chemotherapy treatment**
7 **shall provide coverage of a prescribed chemotherapy agent as a medical benefit, and not as**
8 **a drug benefit, regardless of whether the agent is to be administered intravenously, orally**
9 **or by injection.**

10 **(2) As used in this section, "health benefit plan" has the meaning given that term in ORS**
11 **743.730.**

12 **(3) The provisions of ORS 743.700 do not apply to this section.**

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

14 750.055. (1) The following provisions of the Insurance Code apply to health care service con-
15 tractors to the extent not inconsistent with the express provisions of ORS 750.005 to 750.095:

16 (a) ORS 705.137, 705.139, 731.004 to 731.150, 731.162, 731.216 to 731.362, 731.382, 731.385, 731.386,
17 731.390, 731.398 to 731.430, 731.428, 731.450, 731.454, 731.488, 731.504, 731.508, 731.509, 731.510,
18 731.511, 731.512, 731.574 to 731.620, 731.592, 731.594, 731.640 to 731.652, 731.730, 731.731, 731.735,
19 731.737, 731.750, 731.752, 731.804 and 731.844 to 731.992.

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

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

24 (d) ORS chapter 734.

25 (e) ORS 742.001 to 742.009, 742.013, 742.061, 742.065, 742.150 to 742.162, 742.400, 742.520 to
26 742.540, 743.010, 743.013, 743.018 to 743.030, 743.050, 743.100 to 743.109, 743.402, 743.412, 743.472,
27 743.492, 743.495, 743.498, 743.522, 743.523, 743.524, 743.526, 743.527, 743.528, 743.529, 743.549 to
28 743.552, 743.556, 743.560, 743.600 to 743.610, 743.650 to 743.656, 743.691, 743.693, 743.694, 743.697,
29 743.699, 743.701, 743.706 to 743.712, 743.721, 743.722, 743.726, 743.727, 743.728, 743.729, 743.793,
30 743.804, 743.807, 743.808, 743.814 to 743.839, 743.842, 743.845, 743.847, 743.854, 743.856, 743.857,
31 743.858, 743.859, 743.861, 743.862, 743.863, 743.864, 743.866 and 743.868 **and section 2 of this 2007**

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 **Act.**

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

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

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

8 (i) ORS 735.600 to 735.650.

9 (j) ORS 743.680 to 743.689.

10 (k) ORS 744.700 to 744.740.

11 (L) ORS 743.730 to 743.773.

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

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

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

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

22 **SECTION 4.** ORS 750.055, as amended by section 7, chapter 137, Oregon Laws 2003, section 3,
23 chapter 263, Oregon Laws 2003, sections 501 and 502, chapter 22, Oregon Laws 2005, sections 5 and
24 6, chapter 255, Oregon Laws 2005, and section 5, chapter 418, Oregon Laws 2005, is amended to
25 read:

26 750.055. (1) The following provisions of the Insurance Code apply to health care service con-
27 tractors to the extent not inconsistent with the express provisions of ORS 750.005 to 750.095:

28 (a) ORS 705.137, 705.139, 731.004 to 731.150, 731.162, 731.216 to 731.362, 731.382, 731.385, 731.386,
29 731.390, 731.398 to 731.430, 731.428, 731.450, 731.454, 731.488, 731.504, 731.508, 731.509, 731.510,
30 731.511, 731.512, 731.574 to 731.620, 731.592, 731.594, 731.640 to 731.652, 731.730, 731.731, 731.735,
31 731.737, 731.750, 731.752, 731.804 and 731.844 to 731.992.

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

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

36 (d) ORS chapter 734.

37 (e) ORS 742.001 to 742.009, 742.013, 742.061, 742.065, 742.150 to 742.162, 742.400, 742.520 to
38 742.540, 743.010, 743.013, 743.018 to 743.030, 743.050, 743.100 to 743.109, 743.402, 743.412, 743.472,
39 743.492, 743.495, 743.498, 743.522, 743.523, 743.524, 743.526, 743.527, 743.528, 743.529, 743.549 to
40 743.552, 743.556, 743.560, 743.600 to 743.610, 743.650 to 743.656, 743.691, 743.693, 743.694, 743.697,
41 743.699, 743.701, 743.706 to 743.712, 743.721, 743.722, 743.727, 743.728, 743.729, 743.793, 743.804,
42 743.807, 743.808, 743.814 to 743.839, 743.842, 743.845, 743.847, 743.854, 743.856, 743.857, 743.858,
43 743.859, 743.861, 743.862, 743.863, 743.864, 743.866 and 743.868 **and section 2 of this 2007 Act.**

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

45 (g) ORS 746.005 to 746.140, 746.160, 746.220 to 746.370, 746.600, 746.605, 746.607, 746.608, 746.610,

1 746.615, 746.625, 746.635, 746.650, 746.655, 746.660, 746.668, 746.670, 746.675, 746.680 and 746.690.

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

5 (i) ORS 735.600 to 735.650.

6 (j) ORS 743.680 to 743.689.

7 (k) ORS 744.700 to 744.740.

8 (L) ORS 743.730 to 743.773.

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

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

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

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

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

20 750.333. (1) The following provisions of the Insurance Code apply to trusts carrying out a mul-
 21 tiple employer welfare arrangement:

22 (a) ORS 731.004 to 731.150, 731.162, 731.216 to 731.268, 731.296 to 731.316, 731.324, 731.328,
 23 731.378, 731.386, 731.390, 731.398, 731.406, 731.410, 731.414, 731.418 to 731.434, 731.454, 731.484,
 24 731.486, 731.488, 731.512, 731.574 to 731.620, 731.640 to 731.652, 731.804 to 731.992.

25 (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.

26 (c) ORS chapter 734.

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

28 (e) ORS 743.028, 743.053, 743.524, 743.526, 743.527, 743.528, 743.529, 743.530, 743.560, 743.562,
 29 743.600, 743.601, 743.602, 743.610, 743.691, 743.693, 743.694, 743.699, 743.727, 743.728, 743.730 to
 30 743.773 (except 743.760 to 743.773), 743.793, 743.801, 743.804, 743.807, 743.808, 743.814 to 743.839,
 31 743.842, 743.845, 743.847, 743.854, 743.856, 743.857, 743.858, 743.859, 743.861, 743.862, 743.863 and
 32 743.864.

33 (f) ORS 743.556, 743.701, 743.703, 743.706, 743.707, 743.709, 743.710, 743.712, 743.713, 743.714,
 34 743.717, 743.718, 743.719, 743.721, 743.722, 743.725 and 743.726 **and section 2 of this 2007 Act.**
 35 Multiple employer welfare arrangements to which ORS 743.730 to 743.773 apply are subject to the
 36 sections referred to in this paragraph only as provided in ORS 743.730 to 743.773.

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

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

40 (i) ORS 731.592 and 731.594.

41 (2) For the purposes of this section:

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

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

45 (c) Contributions shall be considered premiums.

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

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

5 750.333. (1) The following provisions of the Insurance Code apply to trusts carrying out a mul-
6 tiple employer welfare arrangement:

7 (a) ORS 731.004 to 731.150, 731.162, 731.216 to 731.268, 731.296 to 731.316, 731.324, 731.328,
8 731.378, 731.386, 731.390, 731.398, 731.406, 731.410, 731.414, 731.418 to 731.434, 731.454, 731.484,
9 731.486, 731.488, 731.512, 731.574 to 731.620, 731.640 to 731.652, 731.804 to 731.992.

10 (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.

11 (c) ORS chapter 734.

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

13 (e) ORS 743.028, 743.053, 743.524, 743.526, 743.527, 743.528, 743.529, 743.530, 743.560, 743.562,
14 743.600, 743.601, 743.602, 743.610, 743.691, 743.693, 743.694, 743.699, 743.727, 743.728, 743.730 to
15 743.773 (except 743.760 to 743.773), 743.793, 743.801, 743.804, 743.807, 743.808, 743.814 to 743.839,
16 743.842, 743.845, 743.847, 743.854, 743.856, 743.857, 743.858, 743.859, 743.861, 743.862, 743.863 and
17 743.864.

18 (f) ORS 743.556, 743.701, 743.703, 743.706, 743.707, 743.709, 743.710, 743.712, 743.713, 743.714,
19 743.717, 743.718, 743.719, 743.721, 743.722 and 743.725 **and section 2 of this 2007 Act.** Multiple
20 employer welfare arrangements to which ORS 743.730 to 743.773 apply are subject to the sections
21 referred to in this paragraph only as provided in ORS 743.730 to 743.773.

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

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

25 (i) ORS 731.592 and 731.594.

26 (2) For the purposes of this section:

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

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

30 (c) Contributions shall be considered premiums.

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

33 **SECTION 7.** ORS 750.333, as amended by section 8, chapter 137, Oregon Laws 2003, section 4,
34 chapter 263, Oregon Laws 2003, section 3, chapter 446, Oregon Laws 2003, and section 6, chapter
35 418, Oregon Laws 2005, is amended to read:

36 750.333. (1) The following provisions of the Insurance Code apply to trusts carrying out a mul-
37 tiple employer welfare arrangement:

38 (a) ORS 731.004 to 731.150, 731.162, 731.216 to 731.268, 731.296 to 731.316, 731.324, 731.328,
39 731.378, 731.386, 731.390, 731.398, 731.406, 731.410, 731.414, 731.418 to 731.434, 731.454, 731.484,
40 731.486, 731.488, 731.512, 731.574 to 731.620, 731.640 to 731.652, 731.804 to 731.992.

41 (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.

42 (c) ORS chapter 734.

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

44 (e) ORS 743.028, 743.053, 743.524, 743.526, 743.527, 743.528, 743.529, 743.530, 743.560, 743.562,
45 743.600, 743.601, 743.602, 743.610, 743.691, 743.693, 743.694, 743.699, 743.727, 743.728, 743.730 to

1 743.773 (except 743.760 to 743.773), 743.793, 743.801, 743.804, 743.807, 743.808, 743.814 to 743.839,
2 743.842, 743.845, 743.847, 743.854, 743.856, 743.857, 743.858, 743.859, 743.861, 743.862, 743.863 and
3 743.864.

4 (f) ORS 743.556, 743.701, 743.703, 743.706, 743.707, 743.709, 743.710, 743.712, 743.713, 743.714,
5 743.717, 743.718, 743.719, 743.721 and 743.722 **and section 2 of this 2007 Act**. Multiple employer
6 welfare arrangements to which ORS 743.730 to 743.773 apply are subject to the sections referred to
7 in this paragraph only as provided in ORS 743.730 to 743.773.

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

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

11 (i) ORS 731.592 and 731.594.

12 (2) For the purposes of this section:

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

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

16 (c) Contributions shall be considered premiums.

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

19 **SECTION 8. Section 2 of this 2007 Act applies to health benefit plan policies issued or**
20 **renewed on or after the effective date of this 2007 Act.**

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