By: Representatives Howell, Barnett (92nd) To: Insurance

HOUSE BILL NO. 792

1 AN ACT TO CREATE A NEW SECTION TO BE CODIFIED AS SECTION 2 83-41-419, MISSISSIPPI CODE OF 1972, TO PROHIBIT ANY MANAGED CARE 3 ENTITY FROM RESTRICTING OR RETALIATING AGAINST ANY PARTICIPATING 4 MEDICAL PROVIDER FOR DISCLOSING TO ANY MEMBER IN THE MANAGED CARE 5 PLAN APPROPRIATE MEDICAL INFORMATION REGARDING TREATMENT OR 6 SERVICES UNDER THE PLAN; TO AMEND SECTION 83-41-415, MISSISSIPPI 7 CODE OF 1972, IN CONFORMITY TO THE PRECEDING PROVISION; AND FOR 8 RELATED PURPOSES.

9 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MISSISSIPPI:
10 SECTION 1. The following shall be codified as Section
11 83-41-419, Mississippi Code of 1972:

12 <u>83-41-419.</u> (1) No managed care plan, health maintenance organization, independent practice association, other entity 13 14 contracting for the provision of health care services, or any other entity, shall prohibit or restrict any participating 15 provider from disclosing to any subscriber, enrollee or member any 16 17 medically appropriate health care information that the 18 participating provider deems appropriate regarding (a) the nature 19 of treatment, risks or alternatives thereto; (b) the availability of alternate therapies, consultations or tests; (c) the decision 20 21 of any plan to authorize or deny services; or (d) the process the 2.2 plan or any person contracting with the plan uses, or proposes to use, to authorize or deny health care services or benefits. Any 23 24 such prohibition or restriction contained in a contract with a 25 participating provider shall be void and unenforceable.

(2) (a) Upon the application and rendering by any managed
care entity of a decision to terminate an employment or other
contractual relationship with or otherwise penalize a
participating physician, surgeon or medical provider, that entity

H. B. No. 792 99\HR40\R1245 PAGE 1 30 shall be prohibited from denying such an application or 31 terminating that relationship principally for advocating medically 32 appropriate health care that is consistent with that degree of 33 learning and skill ordinarily possessed by reputable physicians, 34 surgeons and medical providers practicing according to the 35 applicable legal standard of care.

36 (b) For the purpose of this subsection, "to advocate medically appropriate health care" means to appeal a payor's 37 decision to deny payment for a service pursuant to the reasonable 38 grievance or appeal procedure established by a medical group, 39 independent practice association, preferred provider organization, 40 foundation, hospital medical staff and governing body, or payor, 41 42 as required by Section 41-83-1 et seq., or to protest a decision policy, or practice that the physician, consistent with that 43 degree of learning and skill ordinarily possessed by reputable 44 physicians practicing according to the applicable legal standard 45 of care, reasonably believes impairs the physician's ability to 46 47 provide medically appropriate health care to his or her patients.

(3) This section shall not be construed to prohibit a 48 49 managed care plan from making a determination not to pay for a 50 particular medical treatment or service, or to prohibit a medical 51 group, independent practice association, preferred provider organization, foundation, hospital medical staff, hospital 52 governing body, or payor from enforcing reasonable peer review or 53 54 utilization review protocols or determining whether a physician, surgeon or medical provider has complied with those protocols. 55

56 SECTION 2. Section 83-41-415, Mississippi Code of 1972, is 57 amended as follows:

83-41-415. Articles 7 and 9 do not apply to the Division of
Medicaid in the Office of the Governor, with the exception of
Section 83-41-419, relating to the prohibition against certain
participating provider contract restrictions.

62 SECTION 3. This act shall take effect and be in force from 63 and after July 1, 1999.

H. B. No. 792 99\HR40\R1245 PAGE 2