

SENATE No. 2776

The Commonwealth of Massachusetts

PRESENTED BY:

Bruce E. Tarr

To the Honorable Senate and House of Representatives of the Commonwealth of Massachusetts in General Court assembled:

The undersigned legislators and/or citizens respectfully petition for the adoption of the accompanying bill:

An Act relative to healthcare consumer health options and increased care efficiency.

PETITION OF:

NAME:	DISTRICT/ADDRESS:
<i>Bruce E. Tarr</i>	<i>First Essex and Middlesex</i>
<i>Ryan C. Fattman</i>	<i>Worcester and Norfolk</i>
<i>Patrick M. O'Connor</i>	<i>Plymouth and Norfolk</i>
<i>Dean A. Tran</i>	<i>Worcester and Middlesex</i>

SENATE No. 2776

By Mr. Tarr, a petition (accompanied by bill, Senate, No. 2776) (subject to Joint Rule 12) of Bruce E. Tarr, Ryan C. Fattman, Patrick M. O'Connor and Dean A. Tran for legislation relative to healthcare consumer health options and increased care efficiency. Health Care Financing.

The Commonwealth of Massachusetts

**In the One Hundred and Ninety-First General Court
(2019-2020)**

An Act relative to healthcare consumer health options and increased care efficiency.

Be it enacted by the Senate and House of Representatives in General Court assembled, and by the authority of the same, as follows:

1 SECTION 1. Chapter 6D of the General Laws, as appearing in the 2018 Official Edition,
2 is hereby amended by inserting after section 8 the following section:-

3 Section 8A. (a) The commission shall require a manufacturer of a prescribed drug
4 specified in subsection (b) to disclose to the commission within a reasonable time any records
5 that describe or relate to the manufacturer's pricing of that drug.

6 (b) A manufacturer of the following prescribed drugs must comply with the requirements
7 set forth in this section: a drug for which the executive office of health and human services was
8 unable to successfully conclude supplemental rebate negotiations with the manufacturer of the
9 drug under subsection (a) of section 12A of chapter 118E, and for which the commission has
10 received notice from the secretary of health and human services under subsection (c) of said
11 section 12A of said chapter 118E.

12 (c) Records disclosed by a manufacturer under subsection (a) shall not be public records
13 under section 7 of chapter 4 and under chapter 66 and shall remain confidential; provided,
14 however, that the commission may produce reports summarizing any findings related to records
15 received under this section to the extent allowable under applicable state and federal laws.

16 (d) If, after review of any records furnished to the commission under subsection (a), the
17 commission determines that the drug manufacturer's pricing of the drug is potentially
18 unreasonable or excessive in relation to the executive office's final determined value of the drug
19 under subsection (b) of section 12A of chapter 118E or other appropriate metric, the commission
20 shall, with 30 days advance notice to the drug manufacturer and the public, hold a public hearing
21 at which the drug manufacturer shall be required to appear and testify to provide further
22 information related to the pricing of the prescribed drug and the manufacturer's justification for
23 the pricing. In addition to the drug manufacturer, the commission may identify as witnesses other
24 relevant parties, including patients, providers, provider organizations, payers and others.
25 Witnesses shall provide testimony under oath and subject to examination by the commission, the
26 secretary of health and human services, and the attorney general or their respective designees, at
27 the public hearing in a manner and form to be determined by the commission.

28 (e) Within 60 days from the date of a public hearing under subsection (d), the
29 commission shall issue a report concerning the reasonableness of the manufacturer's pricing of
30 the drug. In the event the commission concludes that the drug manufacturer's pricing of the drug
31 is unreasonable or excessive in relation to the executive office's final determined value of the
32 drug under subsection (b) of section 12A of chapter 118E or other appropriate metric, the
33 commission may refer the drug manufacturer to the office of attorney general for appropriate
34 action under chapter 93A, or any other applicable provision of the General Laws.

35 (f) In the event the drug manufacturer does not timely comply with the commission's
36 request for records under subsection (a) or appearance at a public hearing under subsection (c),
37 or otherwise knowingly obstructs the commission's ability to issue the report described in
38 subsection (e), including by providing incomplete, false, or misleading information, the
39 commission may impose appropriate sanctions against the drug manufacturer, including
40 reasonable monetary penalties not to exceed \$500,000, and may refer the drug manufacturer to
41 the office of attorney general for appropriate action under chapter 93A, or any other applicable
42 provision of the general laws. The commission shall seek to promote compliance with this
43 section and shall only impose a civil penalty on the drug manufacturer as a last resort.

44 (g) The commission shall, in consultation with the executive office of health and human
45 services, adopt any written policies, procedures or regulations the commission determines
46 necessary to implement this section.

47 SECTION 2. Section 10 of said chapter 12C, as appearing in the 2018 Official Edition, is
48 hereby amended by striking out subsection (e) and inserting in place thereof the following:- (e)
49 The center shall under the procedures established by Medicare release at least annually all
50 hospital data including payment and utilization information for services that may be provided in
51 connection with at least the 100 most common inpatient stays. The center may release claims
52 data on at least the 10 most expensive kinds of inpatient stays on average by payer. The center
53 shall release claims data on the 100 most common outpatient procedures. The center may release
54 claims data on the 10 most expensive kinds of outpatient procedures. The center shall release
55 physician, practitioner, and other supplier utilization and payment data that consists of
56 information on services and procedures provided to patients by physicians and other healthcare
57 professionals. The data shall show at least allowed amounts and submitted charges, for those

58 services and procedures by provider. It should allow for comparisons by physician, specialty,
59 location, types of medical services and procedures delivered, payment and submitted charges.
60 Claims for providers that have provided less than five of a certain procedures or service to
61 patients may be excluded by the center. The center shall release claims data on the 100 most
62 commonly prescribed drugs, and the 10 most expensive rugs on average by payer. The center
63 may release any other related claims data the center already collects as part of the categories
64 listed above.

65 The center shall not be required to build a consumer tool to sort the date, but at a
66 minimum must make it available to the public on their website on an annual basis in a raw but
67 useable form. The center may also incorporate any of the released data listed above into their
68 consumer health information website as established in section 20 of chapter 12C.

69 SECTION 3. Subsection (a) of section 12 of chapter 12C of the General Laws, as
70 appearing in the 2018 Official Edition, is hereby amended by striking out the second paragraph
71 and inserting in place thereof the following paragraph:-

72 The center shall, to the extent feasible, make data in the payer and provider claims
73 database available to payers and providers in real-time; provided, however, that all data-sharing
74 complies with applicable state and federal privacy laws.

75 SECTION 4. Subsection (b) of said section 12 is hereby amended is hereby amended by
76 striking out the following:-“The center shall charge user fees sufficient to defray the center's cost
77 of providing such access to non-governmental entities”

78 SECTION 5. Section 20 of said chapter 12C is hereby amended by striking out
79 subsection (b) and inserting in place thereof the following section:-

80 (b) The website shall provide updated information on a regular basis, but no more than 90
81 days after data required to post such information has been reported to the center, and additional
82 comparative quality, price and cost information shall be published as determined by the center.
83 To the extent possible, the website shall include: (1) comparative price and cost information for
84 the most common referral or prescribed services, as determined by the center, categorized by
85 payer and listed by facility, provider, and provider organization or other groupings, as
86 determined by the center; (2) comparative quality information from the standard quality measure
87 set and verified by the center, available by facility, provider, provider organization or any other
88 provider grouping, as determined by the center, for each such service or category of service for
89 which comparative price and cost information is provided; (3) general information related to
90 each service or category of service for which comparative information is provided; (4)
91 comparative quality information from the standard quality measure set and verified by the center,
92 available by facility, provider, provider organization or other groupings, as determined by the
93 center, that is not service-specific, including information related to patient safety and
94 satisfaction; (5) data concerning healthcare-associated infections and serious reportable events
95 reported under section 51H of chapter 111; (6) definitions of common health insurance and
96 medical terms, including, but not limited to, those determined under sections 2715(g) (2) and (3)
97 of the Public Health Service Act, so that consumers may compare health coverage and
98 understand the terms of their coverage; (7) a list of health care provider types, including but not
99 limited to primary care physicians, nurse practitioners and physician assistants, and what types of
100 services they are authorized to perform in the commonwealth under applicable state and federal
101 scope of practice laws; (8) factors consumers should consider when choosing an insurance
102 product or provider group, including, but not limited to, provider network, premium, cost-

103 sharing, covered services, and tiering; (9) patient decision aids, which are interactive, written or
104 audio-visual tools that provide a balanced presentation of the condition and treatment or
105 screening options, benefits and harms, with attention to the patient’s preferences and values, and
106 which may facilitate conversations between patients and their health care providers about
107 preference-sensitive conditions or diseases such as chronic back pain, early stage of breast and
108 prostate cancers, hip osteoarthritis, and cataracts; provided, however, that decision aids shall be
109 made available on, but not be limited to, long-term care and supports and palliative care; (10) a
110 list of provider services that are physically and programmatically accessible for people with
111 disabilities; (11) descriptions of standard quality measures, as determined by the statewide
112 quality advisory committee and verified by the center; and (12) comparative price and cost
113 information for the most common referral or prescribed services, as determined by the center,
114 compared to the price and cost information of other states.

115 SECTION 6. Chapter 32A of the general laws is hereby amended by inserting at the end
116 thereof the following new section:-

117 (a) For the purposes of this section, “telemedicine” shall mean the use of interactive
118 audio, video or other electronic media for a diagnosis, consultation or treatment of a patient's
119 physical, oral or mental health; provided, however, that “telemedicine” shall not include audio-
120 only telephone, facsimile machine, online questionnaire, texting or text-only e-mail.

121 (b) Coverage offered by the commission to an active or retired employee of the
122 commonwealth insured under the group insurance commission shall provide coverage for health
123 care services through the use of telemedicine by a contracted health care provider if the health
124 care services are covered by way of in-person consultation or delivery. Health care services

125 delivered by way of telemedicine shall be covered to the same extent as if they were provided via
126 in-person consultation or delivery.

127 (c) Coverage may include utilization review, including preauthorization, to determine the
128 appropriateness of telemedicine as a means of delivering a health care service, provided that the
129 determination shall be made in the same manner as if the service was delivered in person. A
130 carrier shall not be required to reimburse a health care provider for a health care service that is
131 not a covered benefit under the plan nor reimburse a health care provider not contracted under
132 the plan.

133 A health care provider shall not be required to document a barrier to an in-person visit,
134 nor shall the type of setting where telemedicine is provided be limited for health care services
135 provided through telemedicine.

136 Coverage for telemedicine services may include a deductible, copayment or coinsurance
137 requirement for a health care service provided through telemedicine as long as the deductible,
138 copayment or coinsurance does not exceed the deductible, copayment or coinsurance applicable
139 to an in-person consultation or in-person delivery of services.

140 (d) Coverage that reimburses a provider with a global payment, as defined in section 1 of
141 chapter 6D, shall account for the provision of telemedicine services to set the global payment
142 amount.

143 (e) Health care services provided by telemedicine shall conform to the standards of care
144 applicable to the telemedicine provider's profession. Such services shall also conform to
145 applicable federal and state health information privacy and security standards as well as
146 standards for informed consent.

147 SECTION 7. Chapter 62 of the General Laws as most recently appearing in the 2018
148 Official Edition, is hereby amended by inserting after section 6N the following new section:-

149 Section 6O (a) The purpose of this section shall be to provide incentives for business to
150 recognize the benefits of wellness programs and provide the Commonwealth the opportunity to
151 evaluate the health benefits of employer wellness programs. Wellness programs implemented by
152 business have resulted in both savings to their premiums as well as overall savings to the cost of
153 health care. The goal of this tax credit is to provide smaller businesses with an expanded
154 opportunity to implement these programs, and a mechanism for the Commonwealth to assess
155 programming benefits.

156 (b) There is hereby established a Massachusetts wellness program tax credit. The total of
157 all tax credits available to a taxpayer pursuant to this section or section 38FG of chapter 63 shall
158 not exceed \$10,000 in any 1 tax year. A business that implements a wellness program shall be
159 allowed a credit, to be computed as hereinafter provided, against taxes owed to the
160 commonwealth under chapter 62 or chapter 63 or other applicable law. For the purposes of this
161 section, "businesses" shall include professions, sole proprietorships, trades, businesses, or
162 partnerships.

163 (c) The credit allowed under this chapter shall be equal to 25 per cent of the costs
164 associated with implementing a program certified under section 206A of chapter 111, with a
165 maximum credit of \$10,000 per business in any 1 fiscal year. The department of public health
166 shall determine the criteria for eligibility for the credit, the criteria to be set forth in regulations
167 promulgated under this section and section 206A of chapter 111. The regulations shall require
168 proof of using a wellness program qualified under section 206A of chapter 111. The department

169 shall issue a certification to the taxpayer after the taxpayer submits documentation as required by
170 the department. Such certification shall be acceptable as proof that the expenditures related to the
171 implementation of a wellness program for the purposes of the credit allowed under this section.

172 (d) Wellness program tax credits allowed to a business under this section shall be allowed
173 for the taxable year in which the program is implemented; provided, however, that a tax credit
174 allowed under this section shall not reduce the tax owed below zero. A taxpayer allowed a credit
175 under this section for a taxable year may carry over and apply against such taxpayer's tax liability
176 in any of the succeeding 5 taxable years, the portion, as reduced from year to year, of those
177 credits which exceed the tax for the taxable year.

178 (e) The department of public health shall consult with the department of revenue and
179 individuals from various business and health care organizations from Massachusetts, including
180 but not limited to; the Associated Industries of Massachusetts, the Massachusetts Society of
181 Certified Public Accountants, the Massachusetts chapter of the International Health, Racquet and
182 Sportsclub Association, the Massachusetts Association of Health Plans, the Massachusetts
183 chapter of the National Federation of Independent Businesses; the Massachusetts Taxpayer
184 Foundation, and the Smaller Business Association of New England on the promotion of the
185 program to eligible entities.

186 (f) The department of public health shall set health and economic outcome goals for the
187 wellness program tax credit, including but not limited to (i) program participation increase of
188 25% per year, (ii) slowed increase in employer health costs (iii) improvements in employee well-
189 being, and quality of life, and (iv) growth in existing employee wellness programs. The
190 department of public health in consultation with the department of revenue shall study the health

191 and economic outcomes of the program and file a report, together with any recommendations
192 regarding whether there should be legislative changes to the tax credit or whether the health and
193 economic goals of the program can better be served through other means, to the clerks of the
194 house of representatives and senate, chairs of the house and senate committees on ways and
195 means, the house and senate chairs of the joint committee on health care financing, the house and
196 senate chairs of the joint committee on public health and the secretary of the executive office of
197 administration and finance on or before December 1 of each calendar year.

198 SECTION 8. Chapter 63 of the General Laws as most recently appearing in the 2018
199 Official Edition, is hereby amended by inserting after section 38HH the following new section:-
200 Section 38II:-

201 (a) The purpose of this section shall be to provide incentives for business to recognize the
202 benefits of wellness programs and provide the Commonwealth the opportunity to evaluate the
203 health benefits of employer wellness programs. Wellness programs implemented by business
204 have resulted in both savings to their premiums as well as overall savings to the cost of health
205 care. The goal of this tax credit is to provide smaller businesses with an expanded opportunity to
206 implement these programs, and a mechanism for the Commonwealth to assess programming
207 benefits.

208 (b) There is hereby established a Massachusetts wellness program tax credit. The total of
209 all tax credits available to a taxpayer pursuant to this section or section 6O of chapter 62 shall not
210 exceed \$10,000 in any 1 tax year. A business that implements a wellness program shall be
211 allowed a credit, to be computed as hereinafter provided, against taxes owed to the
212 commonwealth under chapter 62 or chapter 63 or other applicable law. For the purposes of this

213 section, "businesses" shall include professions, sole proprietorships, trades, businesses or
214 partnerships.

215 (c) The credit allowed under this chapter shall be equal to 25 per cent of the costs
216 associated with implementing the program, with a maximum credit of \$10,000 per business in
217 any 1 fiscal year. The department of public health shall determine the criteria for eligibility for
218 the credit, such criteria to be set forth in regulations promulgated under this section. The
219 regulations shall require proof of using a wellness program qualified under section 206A of
220 chapter 111. The department shall issue a certification to the taxpayer after the taxpayer submits
221 documentation as required by the department. The certification shall be acceptable as proof that
222 the expenditures related to the implementation of a wellness program for the purposes of the
223 credit allowed under this section.

224 (d) The credit allowed in this chapter for any taxable year shall not reduce the excise to
225 less than the amount due under subsection (b) of section 39, section 67 or any other applicable
226 section.

227 (e) Wellness program tax credits allowed to a business under this section shall be allowed
228 for the taxable year in which the program is implemented. A taxpayer allowed a credit under this
229 section for a taxable year may carry over and apply against the taxpayer's tax liability in any of
230 the succeeding 5 taxable years, the portion, as reduced from year to year, of those credits which
231 exceed the tax for the taxable year.

232 (f) The department of public health shall consult with the department of revenue and
233 individuals from various business and health care organizations from Massachusetts, including
234 but not limited to; the Associated Industries of Massachusetts, the Massachusetts Society of

235 Certified Public Accountants, the Massachusetts chapter of the International Health, Racquet and
236 Sportsclub Association, the Massachusetts Association of Health Plans, the Massachusetts
237 chapter of the National Federation of Independent Businesses; the Massachusetts Taxpayer
238 Foundation, and the Smaller Business Association of New England on the promotion of the
239 program to eligible entities.

240 (g) The department of public health shall set health and economic outcome goals for the
241 wellness program tax credit, including but not limited to (i) program participation increase of
242 25% per year, (ii) slowed increase in employer health costs (iii) improvements in employee well-
243 being, and quality of life, and (iv) growth in existing employee wellness programs. The
244 department of public health in consultation with the department of revenue shall study the health
245 and economic outcomes of the program and file a report, together with any recommendations
246 regarding whether there should be legislative changes to the tax credit or whether the health and
247 economic goals of the program can better be served through other means, to the clerks of the
248 house of representatives and senate, chairs of the house and senate committees on ways and
249 means, the house and senate chairs of the joint committee on health care financing, the house and
250 senate chairs of the joint committee on public health and the secretary of the executive office of
251 administration and finance on or before December 1 of each calendar year.

252 SECTION 9. Section 6 of Chapter 64H of the General Laws as appearing in the 2018
253 Official edition is hereby amended, in clause (l), by inserting after the word “insulin;” in line
254 195, the following words:- sales of blood test strips and lancets; sales of vitamin and mineral
255 supplements when prescribed by a licensed physician

256 SECTION 10. Section 1 of chapter 94C, as appearing in the 2018 Official Edition, is
257 hereby further amended by striking out, in line 290, the words “practitioner, registered nurse, or
258 practical nurse” and inserting in place thereof the following words:- an individual who is
259 authorized to administer such medication under this chapter.

260 SECTION 11. Said section 1 of said chapter 94C, as so appearing, is hereby further
261 amended by striking out the definition of “Practitioner” and inserting in place thereof the
262 following definition:-.

263 “Practitioner”,

264 (a) A physician, dentist, veterinarian, podiatrist, scientific investigator, or other person
265 registered to distribute, dispense, conduct research with respect to, or use in teaching or chemical
266 analysis, a controlled substance in the course of professional practice or research in the
267 commonwealth;

268 (b) A pharmacy, hospital, or other institution registered to distribute, dispense, conduct
269 research with respect to or to administer a controlled substance in the course of professional
270 practice or research in the commonwealth.

271 (c) An optometrist authorized by sections 66, 66B and 66C of chapter 112 and registered
272 pursuant to paragraph (h) of section 7 to utilize and prescribe therapeutic pharmaceutical agents
273 in the course of professional practice in the commonwealth.

274 (d) A nurse practitioner or psychiatric nurse mental health clinical specialist authorized
275 by section 80E of chapter 112 and registered pursuant to subsection (f) of section 7 to distribute,

276 dispense, conduct research with respect to or use in teaching or chemical analysis a controlled
277 substance in the course of professional practice or research in the commonwealth.

278 SECTION 12. Said section 1 of said chapter 94C, as so appearing, is hereby further
279 amended by striking out, in lines 367 and 368, the words “practitioner, registered nurse or
280 practical nurse” and inserting in place thereof the following words:- an individual who is
281 authorized to administer such medication under this chapter.

282 SECTION 13. Subsection (a) of section 7 of said chapter 94C, as so appearing, is hereby
283 amended by inserting after the word “issuance”, in line 9, the following words:- or until
284 completion of the term of the registrant’s license issued pursuant to chapter 112, whichever
285 occurs later.

286 SECTION 14. Subsection (f) of said section 7 of said chapter 94C, as so appearing, is
287 hereby amended by inserting after the word “podiatrist”, in line 122 and in lines 125 through
288 126, each time it appears, the following words:- , nurse practitioner, psychiatric nurse mental
289 health clinical specialist.

290 SECTION 15. Subsection (g) of said section 7 of said chapter 94C, as so appearing, is
291 hereby amended by striking out the second paragraph

292 SECTION 16. Said subsection (g) of said section 7 of said chapter 94C, as so appearing,
293 is hereby further amended by striking out the last paragraph.

294 SECTION 17. Subsection (h) of said section 7 of said chapter 94C, as so appearing, is
295 hereby amended by striking out, in line 213, the words “and 66B” and inserting in place thereof
296 the following words:- , 66B and 66C.

297 SECTION 18. Subsection (a) of section 9 of said chapter 94C, as so appearing, is hereby
298 amended by inserting after the word “podiatrist”, in line 1, the following words:- , nurse
299 practitioner, psychiatric nurse mental health clinical specialist.

300 SECTION 19. Said subsection (a) of said section 9 of said chapter 94C, as so appearing,
301 is hereby further amended by striking out, in line 2, the words “and 66B” and inserting in place
302 thereof the following words:- , 66B and 66C

303 SECTION 20. Said subsection (a) of said section 9 of said chapter 94C, as so appearing,
304 is hereby further amended by striking out, in lines 3 to 5, inclusive, the words “, nurse
305 practitioner and psychiatric nurse mental health clinical specialist as limited by subsection (g) of
306 said section 7 and section 80E of said chapter 112”.

307 SECTION 21. Said subsection (a) of said section 9 of said chapter 94C, as so appearing,
308 is hereby further amended by adding the following paragraph:-

309 A practitioner may cause controlled substances to be administered under the
310 practitioner’s direction by a licensed dental therapist, for the purposes of administering
311 analgesics, anti-inflammatories and antibiotics.

312 SECTION 22. Subsection (b) of said section 9 of said chapter 94C, as so appearing, is
313 hereby amended by inserting after the word “nurse-midwifery”, in line 32, the following words:-
314 , advanced practice nursing.

315 SECTION 23. Subsection (c) of said section 9 of said chapter 94C, as so appearing, is
316 hereby amended by inserting after the word “podiatrist”, in lines 72 and 80, each time it appears,
317 the following word:- , optometrist.

318 SECTION 24. Subsection (e) of said section 9 of said chapter 94C, as so appearing, is
319 hereby amended by inserting after the word “practitioner”, in lines 100 and 107, each time it
320 appears, the following words:- , psychiatric nurse mental health clinical specialist.

321 SECTION 25. Section 18 of said chapter 94C, as so appearing, is hereby amended by
322 striking out, in lines 10, 39 and 72, the words “to practice medicine” and inserting in place
323 thereof, in each instance, the following words:- and authorized to engage in prescriptive practice.

324 SECTION 26. Said section 18 of said chapter 94C, as so appearing, is hereby further
325 amended by striking out the word “physician”, in lines 25, 34 and 35, 38, 72 and 74, and
326 inserting in place thereof, in each instance, the following word:- practitioner.

327 SECTION 27. Said section 18 of said chapter 94C, as so appearing, is hereby further
328 amended by striking out, in lines 27, 54 and 55, and in line 88, the word “medicine”.

329 SECTION 28. Chapter 111 of the General Laws is hereby amended by inserting after
330 section 4O the following section:-

331 Section 4P. (a) As used in this section, the following terms shall have the following
332 meanings unless the context clearly requires otherwise: “Telehealth”, as it pertains to the
333 delivery of health care services, the use of synchronous or asynchronous telecommunications
334 technology, including but not limited to live video, text messaging and application-based
335 communications, by a telehealth provider to provide health care services, including, but not
336 limited to, assessment, diagnosis, consultation, treatment and monitoring of a patient. The term
337 does not include audio-only telephone calls, e-mail messages or facsimile transmissions.

338 “Telehealth provider”, any individual who provides health care and related services using
339 telehealth and who is licensed or certified to practice in the commonwealth, provided that a
340 telehealth provider has the duty to practice in a manner consistent with his or her scope of
341 practice and the prevailing professional standard of practice in the commonwealth.

342 (b) Notwithstanding any general or special laws to the contrary, a telehealth provider may
343 render telehealth services to a patient, whether or not the telehealth provider has previously
344 conducted an in-person examination of or consultation with the patient, provided that such
345 telehealth service is provided in accordance with subsection (a).

346 SECTION 29. Said chapter 111 is hereby further amended by inserting after section 51½
347 the following section:-

348 Section 51¾. The department shall promulgate regulations requiring all acute care
349 hospitals licensed under section 51G to provide or arrange for qualified behavioral health
350 clinicians to evaluate and stabilize a person admitted to the emergency department with a
351 behavioral health presentation and, to refer such person for appropriate treatment or inpatient
352 admission.

353 SECTION 30. Section 2 of chapter 112 of the General Laws, as appearing in the 2016
354 Official Edition, is hereby amended by adding the following paragraph:-

355 For the purposes of this section, “telemedicine” shall mean the use of audio, video or
356 other electronic media for a diagnosis, consultation or treatment of a patient's physical, oral or
357 mental health; provided, however, that “telemedicine” shall not include audio-only telephone,
358 facsimile machine, online questionnaire, texting or text-only e-mail.

359 SECTION 31. Said chapter 112 is hereby further amended by striking out section 13, as
360 so appearing, and inserting in place thereof the following section:-

361 Section 13. (a) As used in this chapter, “podiatry” shall mean the diagnosis and treatment,
362 by medical, mechanical, electrical or surgical means, of ailments of the human foot and lower
363 leg.

364 (b) As used in sections 12B, 12G and 80B, “physician” shall include a podiatrist
365 registered under section 16.

366 (c) The provisions of this section to section 1318, inclusive, shall not apply to surgeons
367 of the United States army, United States navy or of the United States Public Health Service or to
368 physicians registered in the commonwealth.

369 SECTION 32. Said chapter 112 is hereby further amended by striking out section 66, as
370 so appearing, and inserting in place thereof the following section:-

371 Section 66. As used in this chapter, “practice of optometry” shall mean the diagnosis,
372 prevention, correction, management or treatment of optical deficiencies, optical deformities,
373 visual anomalies, muscular anomalies, ocular diseases and ocular abnormalities of the human eye
374 and adjacent tissue, including removal of superficial foreign bodies and misaligned eyelashes, by
375 utilization of pharmaceutical agents, by the prescription, adaptation and application of
376 ophthalmic lenses, devices containing lenses, prisms, contact lenses, orthoptics, vision therapy,
377 prosthetic devices and other optical aids and the utilization of corrective procedures to preserve,
378 restore or improve vision, consistent with sections 66A, 66B and 66C.

379 SECTION 33. Said section 66B of said chapter 112, as so appearing, is hereby amended
380 by striking out, in line 31, the following words:- , except glaucoma.

381 SECTION 34. Said chapter 112 is hereby further amended by inserting after section 66B
382 the following section:-

383 Said chapter 112 is hereby further amended by inserting after section 66B the following
384 section:-

385 Section 66C. (a) A registered optometrist who is qualified by an examination for practice
386 under section 68, certified under section 68C and registered to issue written prescriptions
387 pursuant to subsection (h) of section 7 of chapter 94C, may:

388 (1) use and prescribe topical and oral therapeutic pharmaceutical agents, as defined in
389 section 66B, that are used in the practice of optometry, including those placed in schedules III,
390 IV, V and VI pursuant to section 2 of said chapter 94C, for the purpose of diagnosing,
391 preventing, correcting, managing or treating glaucoma and other ocular abnormalities of the
392 human eye and adjacent tissue; and

393 (2) prescribe all necessary eye-related medications, including oral anti-infective
394 medications; provided, however, that a registered optometrist shall not use or prescribe: (i)
395 therapeutic pharmaceutical agents for the treatment of systemic diseases; (ii) invasive surgical
396 procedures; (iii) pharmaceutical agents administered by subdermal injection, intramuscular
397 injection, intravenous injection, subcutaneous injection, intraocular injection or retrobulbar
398 injection; or (iv) an opioid substance or drug product.

399 (b) If an optometrist, while examining or treating a patient with the aid of a diagnostic or
400 therapeutic pharmaceutical agent and exercising professional judgment and the degree of
401 expertise, care and knowledge ordinarily possessed and exercised by optometrists under like
402 circumstances, encounters a sign of a previously unevaluated disease that would require
403 treatment not included in the scope of the practice of optometry, the optometrist shall refer the
404 patient to a licensed physician or other qualified health care practitioner.

405 (c) If an optometrist diagnoses a patient with congenital glaucoma or if, during the course
406 of examining, managing or treating a patient with glaucoma, the optometrist determines that
407 surgical treatment is indicated, the optometrist shall refer the patient to a qualified health care
408 provider for treatment.

409 (d) An optometrist licensed under this chapter shall participate in any relevant state or
410 federal report or data collection effort relative to patient safety and medical error reduction
411 coordinated by the betsy lehman center for patient safety and medical error reduction established
412 in section 15 of chapter 12C.

413 SECTION 35. Section 68 of said chapter 112, as appearing in the 2018 Official Edition,
414 is hereby amended by adding the following paragraph:- All application fees and civil
415 administrative penalties and fines collected by the board under sections 61, 66 to 73B, inclusive,
416 shall be deposited into the Quality in Health Professions Trust Fund established in section 35X
417 of chapter 10.

418 SECTION 36. Said chapter 112 is hereby further amended by inserting after section 68B
419 the following section:-

420 Section 68C. (a) The board of registration in optometry shall administer an examination
421 to permit the use and prescription of therapeutic pharmaceutical agents as authorized in section
422 66C. The examination shall: (i) be held in conjunction with examinations provided for in
423 sections 68, 68A and 68B; and (ii) include any portion of the examination administered by the
424 National Board of Examiners in Optometry or other appropriate examination covering the
425 subject matter of therapeutic pharmaceutical agents as authorized in section 66C. The board may
426 administer a single examination to measure the qualifications necessary under sections 68, 68A,
427 68B and this section. The board shall qualify optometrists to use and prescribe therapeutic
428 pharmaceutical agents in accordance with said sections 68, 68A, 68B and this section.

429 (b) Examination for the use and prescription of therapeutic pharmaceutical agents placed
430 in schedules III, IV, V and VI under section 2 of chapter 94C and defined in section 66C shall,
431 upon application, be open to an optometrist registered under section 68, 68A or 68B and to any
432 person who meets the qualifications for examination under said sections 68, 68A and 68B. An
433 applicant registered as an optometrist under said section 68, 68A or 68B shall:

434 (1) be registered pursuant to paragraph (h) of section 7 to use or prescribe pharmaceutical
435 agents for the purpose of diagnosing or treating glaucoma and other ocular abnormalities of the
436 human eye and adjacent tissue; and

437 (2) furnish to the board of registration in optometry evidence of the satisfactory
438 completion of 40 hours of didactic education and 20 hours of supervised clinical education
439 relating to the use and prescription of therapeutic pharmaceutical agents under section 66C;
440 provided, however, that such education shall: (i) be administered by the Massachusetts Society
441 of Optometrists, Inc.; (ii) be accredited by a college of optometry or medicine; and (iii) meet the

442 guidelines and requirements of the board of registration in optometry. The board of registration
443 in optometry shall provide to each successful applicant a certificate of qualification in the use
444 and prescription of all therapeutic pharmaceutical agents as authorized under said section 66C
445 and shall forward to the department of public health notice of such certification for each
446 successful applicant.

447 (c) An optometrist licensed in another jurisdiction shall be deemed an applicant under
448 this section by the board of registration in optometry. An optometrist licensed in another
449 jurisdiction may submit evidence to the board of registration in optometry of practice equivalent
450 to that required in section 68, 68A or 68B and the board, in its discretion, may accept the
451 evidence in order to satisfy any of the requirements of this section. An optometrist in another
452 jurisdiction licensed to utilize and prescribe therapeutic pharmaceutical agents for treating
453 glaucoma and other ocular abnormalities of the human eye and adjacent tissue may submit
454 evidence to the board of registration in optometry of equivalent didactic and supervised clinical
455 education, and the board, in its discretion, may accept the evidence in order to satisfy any of the
456 requirements of this section.

457 (d) A licensed optometrist who has completed a postgraduate residency program
458 approved by the Accreditation Council on Optometric Education of the American Optometric
459 Association may submit an affidavit to the board of registration in optometry from the licensed
460 optometrist's residency supervisor or the director of residencies at the affiliated college of
461 optometry attesting that the optometrist has completed an equivalent level of instruction and
462 supervision and the board, in its discretion, may accept the evidence in order to satisfy any of the
463 requirements of this section.

464 (e) As a condition of license renewal, an optometrist licensed under this section shall
465 submit to the board of registration in optometry evidence attesting to the completion of 3 hours
466 of continuing education specific to glaucoma and the board, in its discretion, may accept the
467 evidence to satisfy this condition for license renewal.

468 SECTION 37. Section 73E of said chapter 112, as appearing in the 2018 Official Edition,
469 is hereby amended by adding the following paragraph:- All application fees and civil
470 administrative penalties and fines collected by the board under sections 61, and 73C to 73M,
471 inclusive, shall be deposited into the Quality in Health Professions Trust Fund established in
472 section 35X of chapter 10.

473 SECTION 38. Said section 80B of said chapter 112, as so appearing, is hereby further
474 amended by striking out the seventh paragraph and inserting in place thereof the following
475 paragraph:-

476 The board shall promulgate advanced practice nursing regulations which govern the
477 provision of advanced practice nursing services and related care including, but not limited to, the
478 ordering and interpreting of tests, the ordering and evaluation of treatment and the use of
479 therapeutics.

480 SECTION 39. Said section 80B of said chapter 112, as so appearing, is hereby further
481 amended by striking out in lines 64 and 65 the following words:- “in the ordering of tests,
482 therapeutics and the prescribing of medications,”

483 SECTION 40. Said chapter 112 is hereby further amended by striking out section 80E, as
484 so appearing, and inserting in place thereof the following section:-

485 Section 80E. (a) A nurse practitioner or psychiatric nurse mental health clinical specialist
486 may issue written prescriptions and medication orders and order tests and therapeutics pursuant
487 to guidelines mutually developed and agreed upon by the nurse and either a supervising nurse
488 practitioner or psychiatric nurse mental health clinical specialist who has independent practice
489 authority or a supervising physician, in accordance with regulations promulgated by the board. A
490 prescription issued by a nurse practitioner or psychiatric nurse mental health clinical specialist
491 under this subsection shall include the name of the nurse practitioner or the psychiatric nurse
492 mental health clinical specialist who has independent practice authority or the supervising
493 physician with whom the nurse practitioner or psychiatric nurse mental health clinical specialist
494 developed and signed mutually agreed upon guidelines.

495 A nurse practitioner or psychiatric nurse mental health clinical specialist shall have
496 independent practice authority to issue written prescriptions and medication orders and order
497 tests and therapeutics without the supervision described in this subsection if the nurse
498 practitioner or psychiatric nurse mental health clinical specialist has completed not less than 2
499 years of supervised practice following certification from a board-recognized certifying body;
500 provided, however, that supervision of clinical practice shall be conducted by a health care
501 professional who meets minimum qualification criteria promulgated by the board, which shall
502 include a minimum number of years of independent practice authority.

503 The board may allow a nurse practitioner or psychiatric nurse mental health clinical
504 specialist to exercise such independent practice authority upon satisfactory demonstration of not
505 less than 2 years of alternative professional experience; provided, however, that the board
506 determines that the nurse practitioner or psychiatric nurse mental health clinical specialist has a
507 demonstrated record of safe prescribing and good conduct consistent with professional licensure

508 obligations required by each jurisdiction in which the nurse practitioner or psychiatric nurse
509 mental health clinical specialist has been licensed.

510 (b) The board shall promulgate regulations to implement this section.

511 SECTION 41. Section 80I of chapter 112 of the General Laws, as so appearing, is hereby
512 amended by striking out the second and third sentences.

513 SECTION 42. Section 91 of said chapter 112, as so appearing, is hereby amended by
514 adding the following paragraph:- All application fees and civil administrative penalties and fines
515 collected by the board under sections 61 and 89 to 97, inclusive, shall be deposited into the
516 Quality in Health Professions Trust Fund established in section 35X of chapter 10.

517 SECTION 43. Section 126 of said chapter 112, as so appearing, is hereby amended by
518 adding the following paragraph:- All application fees and civil administrative penalties and fines
519 collected by the board under sections 61 and 118 to 129B, inclusive, shall be deposited into the
520 Quality in Health Professions Trust Fund established in section 35X of chapter 10.

521 SECTION 44. Section 136 of said chapter 112, as so appearing, is hereby amended by
522 adding the following paragraph:- All application fees and civil administrative penalties and fines
523 collected by the board under sections 61 and 130 to 137, inclusive, shall be deposited into the
524 Quality in Health Professions Trust Fund established in section 35X of chapter 10.

525 SECTION 45. Section 140 of said chapter 112, as so appearing, is hereby amended by
526 adding the following paragraph:- All application fees and civil administrative penalties and fines
527 collected by the board under sections 61 and 138 to 147, inclusive, shall be deposited into the
528 Quality in Health Professions Trust Fund established in section 35X of chapter 10.

529 SECTION 46. Said chapter 175 is hereby further amended by inserting after section
530 47XX the following section:-

531 Section 47YY. (a) For the purposes of this section, “Telehealth” as it pertains to the
532 delivery of health care services, shall mean the use of synchronous or asynchronous
533 telecommunications technology, including but not limited to live video, text messaging and
534 application-based communications, by a telehealth provider, as defined in section 4P of chapter
535 111, to provide health care services, including, but not limited to, assessment, diagnosis,
536 consultation, treatment and monitoring of a patient. The term does not include audio-only
537 telephone calls, e-mail messages or facsimile transmissions.

538 (b) For an individual policy of accident and sickness insurance issued under section 108
539 that provides hospital expense and surgical expense insurance and any group blanket or general
540 policy of accident and sickness insurance issued under section 110 that provides hospital expense
541 and surgical expense insurance which is issued or renewed within or without the commonwealth,
542 an insurer shall implement procedures, so that the insurer shall not decline to provide coverage
543 for health care services solely on the basis that those services were delivered through the use of
544 telehealth by a contracted health care provider, consistent with clause (i) of paragraph (4) of
545 subsection (a) of section 6 of chapter 176O, if (i) the health care services are covered by way of
546 in-person consultation or delivery and (ii) the health care services may be appropriately provided
547 through the use of telehealth.

548 (c) A contract that provides coverage for services under this section may contain a
549 provision for a deductible, copayment or coinsurance requirement for a health care service

550 provided through telehealth as long as the deductible, copayment or coinsurance does not exceed
551 the deductible, copayment or coinsurance applicable to an in-person consultation.

552 (d) When determining coverage for telehealth services, carriers may use utilization
553 review systems, including preauthorization, to determine the appropriateness of telehealth as a
554 means of delivering a health care service, provided that the determination shall be made in the
555 same manner as if the service was provided via in-person consultation or delivery.

556 (e) Coverage for telehealth services shall not be required to reimburse a health care
557 provider for a health care service that is not a covered benefit under the plan nor to reimburse a
558 health care provider not contracted under the plan except as provided for under clause (i) of
559 paragraph (4) of subsection (a) of section 6 of chapter 176O.

560 (f) Coverage that reimburses a provider with a global payment, as defined in section 1 of
561 chapter 6D, shall account for the provision of telehealth services when the carrier calculates the
562 global payment allowed amount.

563 SECTION 47. The General Laws are hereby amended by inserting after chapter 175M
564 the following chapter:-

565 CHAPTER 175N. Pharmacy Benefit Managers

566 Section 1. As used in this chapter the following words shall, unless the context clearly
567 requires otherwise, have the following meanings:

568 “Carrier,” an insurer licensed or otherwise authorized to transact accident or health
569 insurance under chapter 175; a nonprofit hospital service corporation organized under chapter
570 176A; a nonprofit medical service corporation organized under chapter 176B; a health

571 maintenance organization organized under chapter 176G; and an organization entering into a
572 preferred provider arrangement under chapter 176I, but not including an employer purchasing
573 coverage or acting on behalf of its employees or the employees of or more subsidiaries or
574 affiliated corporations of the employer; provided, however, that, unless otherwise noted,
575 “carrier” shall not include any entity to the extent it offers a policy, certificate or contract that
576 provides coverage solely for dental care services or vision care services.

577 “Center”, the center for health information and analysis established in chapter 12C.

578 “Commissioner”, the commissioner of insurance.

579 “Division”, the division of insurance.

580 ”Health benefit plan”, a policy, contract, certificate or agreement entered into, offered or
581 issued by a carrier to provide, deliver, arrange for, pay for or reimburse any of the costs of health
582 care services.

583 “Pharmacy Benefit Manager,” any person, business or entity, however organized, that
584 administers, either directly or through subsidiaries, pharmacy benefit services for prescription
585 drugs and devices on behalf of health benefit plan sponsors, including, but not limited to, self-
586 insured employers, insurance companies and labor unions; provided however, that “pharmacy
587 benefit services” shall include, but not be limited to, formulary administration; drug benefit
588 design; pharmacy network contracting; pharmacy claims processing; mail and specialty drug
589 pharmacy services; and cost containment, clinical, safety and adherence programs for pharmacy
590 services; provided, further, that a health benefit plan that does not contract with a pharmacy
591 benefit manager shall be considered a pharmacy benefit manager for the purposes of this section.

592 Section 2. (a) A person or organization shall not establish or operate as a pharmacy
593 benefit manager to administer prescription drug benefits or services for a carrier's health benefit
594 plans in the commonwealth without obtaining certification from the commissioner pursuant to
595 this section.

596 (b) The commissioner shall promulgate regulations regarding pharmacy benefit managers
597 that shall establish the certification, application, standards and reporting requirements of
598 pharmacy benefit managers. The commissioner shall charge application and renewal fees in the
599 amount of \$1,000.

600 (c) An entity certified as a pharmacy benefit manager shall be required to submit data and
601 reporting information to the center, including information associated with discounts, retained
602 rebates and earned margins on payments to pharmacy providers on behalf of health plans,
603 according to standards and methods specified by the center pursuant to section 10A of chapter
604 12C.

605 (d) Certification obtained under this section is valid for a period of 2 years and may be
606 renewed. Certification is not transferable.

607 (e) A pharmacy benefit manager shall report to the division material changes to the
608 information contained in its application, certified by an officer of the pharmacy benefit manager,
609 within 30 days of such changes.

610 Section 3. (a) The commissioner may make an examination of the affairs of a Pharmacy
611 Benefit Manager when the commissioner deems prudent but not less frequently than once every
612 3 years. The focus of the examination shall be to ensure that a pharmacy benefit manager is able
613 to meet its responsibilities under contracts with carriers licensed under chapters 175, 176A,

614 176B, or 176G. The examination shall be conducted according to the procedures set forth in
615 subsection (6) of section 4 of chapter 175.

616 (b) The commissioner, a deputy or an examiner may conduct an on-site examination of
617 each pharmacy benefit manager in the commonwealth to thoroughly inspect and examine its
618 affairs.

619 (c) The charge for each such examination shall be determined annually according to the
620 procedures set forth in subsection (6) of section 4 of chapter 175.

621 (d) Not later than 60 days following completion of the examination, the examiner in
622 charge shall file with the commissioner a verified written report of examination under oath.
623 Upon receipt of the verified report, the commissioner shall transmit the report to the pharmacy
624 benefit manager examined with a notice which shall afford the pharmacy benefit manager
625 examined a reasonable opportunity of not more than 30 days to make a written submission or
626 rebuttal with respect to any matters contained in the examination report. Within 30 days of the
627 end of the period allowed for the receipt of written submissions or rebuttals, the commissioner
628 shall consider and review the reports together with any written submissions or rebuttals and any
629 relevant portions of the examiner's work papers and enter an order:

630 (i) adopting the examination report as filed with modifications or corrections and, if the
631 examination report reveals that the pharmacy benefit manager is operating in violation of this
632 section or any regulation or prior order of the commissioner, the commissioner may order the
633 pharmacy benefit manager to take any action the commissioner considered necessary and
634 appropriate to cure such violation;

635 (ii) rejecting the examination report with directions to examiners to reopen the
636 examination for the purposes of obtaining additional data, documentation or information and re-
637 filing pursuant to the above provisions; or

638 (iii) calling for an investigatory hearing with no less than 20 days' notice to the pharmacy
639 benefit manager for purposes of obtaining additional documentation, data, information and
640 testimony.

641 (e) Notwithstanding any general or special law to the contrary, including clause 26 of
642 section 7 of chapter 4 and chapter 66, the records of any such audit, examination or other
643 inspection and the information contained in the records, reports or books of any pharmacy
644 benefit manager examined pursuant to this section shall be confidential and open only to the
645 inspection of the commissioner, or the examiners and assistants. Access to such confidential
646 material may be granted by the commissioner to law enforcement officials of the commonwealth
647 or any other state or agency of the federal government at any time, so long as the agency or
648 office receiving the information agrees in writing to keep such material confidential. Nothing
649 herein shall be construed to prohibit the required production of such records, and information
650 contained in the reports of such company or organization before any court of the commonwealth
651 or any master or auditor appointed by any such court, in any criminal or civil proceeding,
652 affecting such pharmacy benefit manager, its officers, partners, directors or employees. The final
653 report of any such audit, examination or any other inspection by or on behalf of the division of
654 insurance shall be a public record.

655 Section 4. A pharmacy benefit manager shall be required to submit to periodic audits by a
656 carrier licensed under chapters 175, 176A, 176B, or 176G, if the pharmacy benefit manager has

657 entered into a contract with the carrier to provide pharmacy benefits to the carrier or its
658 members. The commissioner may direct or provide specifications for such audits.

659 Section 5. (a) The division may suspend, revoke, or place on probation a pharmacy
660 benefit manager certification if the pharmacy benefit manager:

661 (1) has engaged in fraudulent activity that constitutes a violation of state or federal law;

662 (2) is the subject of consumer complaints received and verified by the division that justify
663 action under this section to protect the health, safety and interests of consumers;

664 (3) fails to pay an application fee;

665 (4) fails to comply with reporting requirements of the center under section 10A of chapter
666 12C;

667 (5) appears upon examination to be unable to fulfill its contractual obligations; or

668 (6) fails to comply with a requirement set forth in this section.

669 (b) The commissioner shall notify the pharmacy benefit manager and advise, in writing,
670 of the reason for any suspension or any refusal to issue or non-renew a certificate under this
671 chapter. A copy of the notice shall be forwarded to the center. The applicant or pharmacy benefit
672 manager may make written demand upon the commissioner within 30 days of receipt of such
673 notification for a hearing before the commissioner to determine the reasonableness of the
674 commissioner's action. The hearing shall be held pursuant to chapter 30A.

675 (c) The commissioner shall not suspend or cancel a certificate unless the commissioner
676 has first afforded the pharmacy benefit manager an opportunity for a hearing pursuant to chapter
677 30A.

678 SECTION 48. Chapter 176A of the General Laws is hereby amended by adding the
679 following section:-

680 Section 38. (a) “Telehealth” as it pertains to the delivery of health care services, the use
681 of synchronous or asynchronous telecommunications technology, including but not limited to
682 live video, text messaging and application-based communications, by a telehealth provider, as
683 defined in section 4P of chapter 111, to provide health care services, including, but not limited
684 to, assessment, diagnosis, consultation, treatment and monitoring of a patient. The term does not
685 include audio-only telephone calls, e-mail messages or facsimile transmissions.

686 (b) For a contract between a subscriber and a nonprofit hospital service corporation, the
687 corporation shall implement procedures so that the insurer shall not decline to provide coverage
688 for health care services solely on the basis that those services were delivered through the use of
689 telehealth by a contracted health care provider, consistent with paragraph (4)(i) of subsection (a)
690 of section 6 of chapter 176O, if (i) the health care services are covered by way of in-person
691 consultation or delivery and (ii) the health care services may be appropriately provided through
692 the use of telehealth.

693 (c) A contract that provides coverage for services under this section may contain a
694 provision for a deductible, copayment or coinsurance requirement for a health care service
695 provided through telehealth as long as the deductible, copayment or coinsurance does not exceed
696 the deductible, copayment or coinsurance applicable to an in-person consultation.

697 (d) When determining coverage for telehealth services, carriers may use utilization
698 review systems, including preauthorization, to determine the appropriateness of telehealth as a
699 means of delivering a health care service, provided that the determination shall be made in the
700 same manner as if the service was provided via in-person consultation or delivery

701 (e) Coverage for telehealth services shall not be required to reimburse a health care
702 provider for a health care service that is not a covered benefit under the plan nor to reimburse a
703 health care provider not contracted under the plan except as provided for under paragraph (4)(i)
704 of subsection (a) of Section 6 of Chapter 176O.

705 (f) Coverage that reimburses a provider with a global payment, as defined in section 1 of
706 chapter 6D, shall account for the provision of telehealth services when the carrier calculates the
707 global payment allowed amount.

708 SECTION 49. Chapter 176B of the General Laws is hereby amended by adding the
709 following section:-

710 Section 25. (a) For the purposes of this section, “Telehealth” as it pertains to the delivery
711 of health care services, shall mean the use of synchronous or asynchronous telecommunications
712 technology, including but not limited to live video, text messaging and application-based
713 communications, by a telehealth provider, as defined in section 4P of chapter 111, to provide
714 health care services, including, but not limited to, assessment, diagnosis, consultation, treatment
715 and monitoring of a patient. The term does not include audio-only telephone calls, e-mail
716 messages or facsimile transmissions.

717 (b) For a contract between a subscriber and a medical service corporation, the corporation
718 shall implement procedures so that it shall not decline to provide coverage for health care

719 services solely on the basis that those services were delivered through the use of telehealth by a
720 contracted health care provider, consistent with clause (i) of paragraph (4) of subsection (a) of
721 section 6 of chapter 176O, if (i) the health care services are covered by way of in-person
722 consultation or delivery and (ii) the health care services may be appropriately provided through
723 the use of telehealth.

724 (c) A contract that provides coverage for services under this section may contain a
725 provision for a deductible, copayment or coinsurance requirement for a health care service
726 provided through telehealth as long as the deductible, copayment or coinsurance does not exceed
727 the deductible, copayment or coinsurance applicable to an in-person consultation.

728 (d) When determining coverage for telehealth services, carriers may use utilization
729 review systems, including preauthorization, to determine the appropriateness of telehealth as a
730 means of delivering a health care service, provided that the determination shall be made in the
731 same manner as if the service was provided via in-person consultation or delivery

732 (e) Coverage for telehealth services shall not be required to reimburse a health care
733 provider for a health care service that is not a covered benefit under the plan nor to reimburse a
734 health care provider not contracted under the plan except as provided for under clause (i) of
735 paragraph (4) of subsection (a) of Section 6 of Chapter 176O.

736 (f) Coverage that reimburses a provider with a global payment, as defined in section 1 of
737 chapter 6D, shall account for the provision of telehealth services when the carrier calculates the
738 global payment allowed amount.

739 SECTION 50. Said chapter 176G of the General laws is hereby further amended by
740 adding the following section:-

741 Section 33. (a) For the purposes of this section, “Telehealth” as it pertains to the delivery
742 of health care services, shall mean the use of synchronous or asynchronous telecommunications
743 technology, including but not limited to live video, text messaging and application-based
744 communications, by a telehealth provider, as defined in section 4P of chapter 111, to provide
745 health care services, including, but not limited to, assessment, diagnosis, consultation, treatment
746 and monitoring of a patient. The term does not include audio-only telephone calls, e-mail
747 messages or facsimile transmissions.

748 (b) For a contract between a member and a health maintenance organization, the
749 organization shall implement procedures so that it shall not decline to provide coverage for
750 health care services solely on the basis that those services were delivered through the use of
751 telehealth by a contracted health care provider, consistent with clause (i) of paragraph (4) of
752 subsection (a) of section 6 of chapter 176O, if (i) the health care services are covered by way of
753 in-person consultation or delivery and (ii) the health care services may be appropriately provided
754 through the use of telehealth.

755 (c) A contract that provides coverage for services under this section may contain a
756 provision for a deductible, copayment or coinsurance requirement for a health care service
757 provided through telehealth as long as the deductible, copayment or coinsurance does not exceed
758 the deductible, copayment or coinsurance applicable to an in-person consultation.

759 (d) When determining coverage for telehealth services, carriers may use utilization
760 review systems, including preauthorization, to determine the appropriateness of telehealth as a
761 means of delivering a health care service, provided that the determination shall be made in the
762 same manner as if the service was provided via in-person consultation or delivery

763 (e) Coverage for telehealth services shall not be required to reimburse a health care
764 provider for a health care service that is not a covered benefit under the plan nor to reimburse a
765 health care provider not contracted under the plan except as provided for under clause (i) of
766 paragraph (4) of subsection (a) of Section 6 of Chapter 176O.

767 (f) Coverage that reimburses a provider with a global payment, as defined in section 1 of
768 chapter 6D, shall account for the provision of telehealth services when the carrier calculates the
769 global payment allowed amount.

770 SECTION 51. Chapter 176I of the General Laws is hereby amended by adding the
771 following section:-

772 Section 13(a). For the purposes of this section, “Telehealth” as it pertains to the delivery
773 of health care services, shall mean the use of synchronous or asynchronous telecommunications
774 technology, including but not limited to live video, text messaging and application-based
775 communications, by a telehealth provider, as defined in section 4P of chapter 111, to provide
776 health care services, including, but not limited to, assessment, diagnosis, consultation, treatment
777 and monitoring of a patient. The term does not include audio-only telephone calls, e-mail
778 messages or facsimile transmissions.

779 (b) For a contract between a member and a health maintenance organization, the
780 organization shall implement procedures so that it shall not decline to provide coverage for
781 health care services solely on the basis that those services were delivered through the use of
782 telehealth by a contracted health care provider, consistent with clause (i) of paragraph (4) of
783 subsection (a) of section 6 of chapter 176O, if (i) the health care services are covered by way of

784 in-person consultation or delivery and (ii) the health care services may be appropriately provided
785 through the use of telehealth.

786 (c) A contract that provides coverage for services under this section may contain a
787 provision for a deductible, copayment or coinsurance requirement for a health care service
788 provided through telehealth as long as the deductible, copayment or coinsurance does not exceed
789 the deductible, copayment or coinsurance applicable to an in-person consultation.

790 (d) When determining coverage for telehealth services, carriers may use utilization
791 review systems, including preauthorization, to determine the appropriateness of telehealth as a
792 means of delivering a health care service, provided that the determination shall be made in the
793 same manner as if the service was provided via in-person consultation or delivery

794 (e) Coverage for telehealth services shall not be required to reimburse a health care
795 provider for a health care service that is not a covered benefit under the plan nor to reimburse a
796 health care provider not contracted under the plan except as provided for under clause (i) of
797 paragraph (4) of subsection (a) of Section 6 of Chapter 176O.

798 (f) Coverage that reimburses a provider with a global payment, as defined in section 1 of
799 chapter 6D, shall account for the provision of telehealth services when the carrier calculates the
800 global payment allowed amount.

801 SECTION 52. Paragraph (1) of subsection (a) of section 4 of Chapter 176J of the General
802 Laws, as amended by section 8 of chapter 3 of the acts of 2013, is hereby amended by inserting
803 after the fifth sentence the following:-

804 Upon the request of an eligible small business, a carrier shall provide that group with the
805 claims data for every health benefit plan that it provides to the eligible small business so that the
806 eligible small business can use such data to help control its health care costs.

807 SECTION 53. Section 11 of chapter 176J of the General Laws, as appearing in the 2016
808 Official Edition, is hereby amended by striking out, in line 17, the figure “14” and inserting in
809 place thereof the following figure: - 28.

810 SECTION 54. Section 12 of Chapter 176J of the General Laws is hereby amended in line
811 35 by striking the number "6" and inserting in place thereof the following:- "8"

812 SECTION 55. Said section 12 of chapter 176J of the General Laws is hereby amended in
813 line 39 by striking the number "85,000" and inserting in place thereof the following:-"150,000"

814 SECTION 56. Section 13(b) of chapter 176J of the General Laws is hereby amended by
815 striking subsection (v) in its entirety.

816 SECTION 57. Section 2 of Chapter 176O of the General Laws, as so appearing, is hereby
817 amended by adding the following subsection:-

818 (i) At least annually, a carrier that contracts with a pharmacy benefit manager shall
819 coordinate an audit of the operations of the pharmacy benefit manager to ensure compliance with
820 this chapter and to examine the pricing and rebates applicable to prescription drugs that are
821 provided to the carrier’s covered persons.

822 SECTION 58. Said chapter 176O of the General Laws is hereby further amended by
823 inserting after section 22 the following section:-

824 Section 22A. Notwithstanding any other general or special law to the contrary, each
825 carrier shall require that a pharmacy benefit manager receive a license from the division under
826 chapter 176N as a condition of contracting with that carrier.

827 SECTION 59. Chapter 176U of the General Laws, as appearing in the 2016 Official
828 Edition, is hereby amended by inserting after section 9 the following section:-

829 Section 10. Any individual eligible for a long-term care insurance policy shall be allowed
830 a credit as hereinafter provided against the excise due under chapter 62 of the General Laws for
831 taxable years ending on or after December 31, 2020. The amount of the credit shall be equal to
832 20 percent of the premiums paid.

833 An individual claiming a credit under this section shall furnish such information relative
834 to the credit as may be requested by the commissioner of the department of revenue in a form
835 approved by him, and the commissioner shall promulgate such regulations as are necessary to
836 implement this section.

837 This section shall take effect for taxable years ending on or after December 31, 2020.

838 SECTION 60. Chapter 176W is hereby amended by inserting at the end thereof the
839 following new chapter:-

840 Chapter 176X: Association Health Plans

841 176X:1 Definitions

842 Section 1. As used in this chapter the following words shall have the following meanings,
843 unless the context clearly requires otherwise:-

844 "Commissioner", the commissioner of insurance

845 "Fund balance" shall mean the total assets in excess of total liabilities, except that assets
846 pledged to secure debts not reflected on the books of the multiple-employer welfare arrangement
847 are not included in the fund balance. This definition also includes other contributed capital,
848 retained earnings and subordinated debt.

849 "Funding vehicle" shall mean a trust or other legal entity created to receive, hold and
850 administer contributions of employers participating in the arrangement that is composed of assets
851 acceptable to the commissioner equal to or in excess of loss reserves and all other liabilities of
852 the arrangement.

853 "Master agreement" shall mean a declaration of trust or other arrangement acceptable to
854 the commissioner that provides a joint statement of those employers participating in a multiple-
855 employer welfare arrangement in which the purposes, plan of administration, rights and duties of
856 the participants and the manner of funding obligations arising under the arrangement are
857 established.

858 "Multiple-employer welfare arrangement" or "arrangement" shall mean an employer
859 welfare benefit plan or any other arrangement that is established or maintained for the purpose of
860 offering or providing health benefits to the employees of 2 or more employers or to their
861 beneficiaries. 2 or more trades or businesses, whether or not incorporated, are deemed a single
862 employer if those trades or businesses are under common ownership or within the same control
863 group as defined under the federal Employee Retirement Income Security Act of 1974, Section
864 3(40)(B).

865 i. An arrangement is fully funded if aggregate excess insurance plus surplus and premium
866 contributions are sufficient to fund all potential claims up to the maximum liability under such
867 excess insurance policy, as determined under sound underwriting principles.

868 ii. An arrangement is “partially funded” if it does not meet the requirements to be fully
869 funded.

870 iii. A funding vehicle is not fully funded if any part of the corpus consists of a surety
871 bond.

872 "Participation agreement" shall mean the document pursuant to which an employer
873 undertakes and agrees to fulfill the obligation of employers imposed by the master agreement.

874 "Qualified financial institution" shall mean an institution that is organized, or in the case
875 of a United States branch or agency office of a foreign banking organization is licensed under the
876 laws of the United States or any state, and has been granted authority to operate with fiduciary
877 powers and is regulated, supervised and examined by federal or state authorities having
878 regulatory authority over banks and trust companies.

879 "Third-party administrator" or "administrator" shall mean an administrator licensed by
880 the division of insurance

881 176W:2 Multiple Employer Welfare Arrangement; approval required

882 Section 2. A person may not commence operations after the effective date of this act of a
883 multiple-employer welfare arrangement unless that arrangement is approved by the
884 commissioner

885 176W:3 Insurer authorized to transact health insurance

886 Section 3. This chapter does not apply to a multiple-employer welfare arrangement that
887 offers or provides benefits that are fully insured by an insurer authorized to transact health
888 insurance in the State.

889 176W:4 General Eligibility

890 Section 4. (a) Requirements for approval: To meet the requirements for approval and to
891 maintain a multiple-employer welfare arrangement, an arrangement:

892 i. Except for those associations meeting the criteria of subsection
893 (b), must be established by an association of employers that are in the same trade, industry, line
894 of business or profession.

895 ii. Must be operated pursuant to a master agreement under which a
896 board has complete fiscal control over the arrangement and is responsible for all operations of
897 the arrangement. The trustees or directors selected for the board must be owners, partners,
898 officers, directors or employees of one or more employers in the arrangement. A trustee or
899 director may not be an owner, officer or employee of the administrator or service company of the
900 arrangement. The board has the authority to approve applications of association members for
901 participation in the arrangement and to contract with a licensed administrator or service company
902 to administer the day-to-day affairs of the arrangement;

903 iii. May not be offered, advertised or available to employers or other
904 members of the public generally, except as allowed under section (F)(2);

905 iv. Must be operated in accordance with sound actuarial principles;

906 v. May not deny coverage to any otherwise eligible employer, employee
907 or dependent on the basis of health status or claims experience; and

908 vi. Any arrangement covering 50 or more employees is deemed a large
909 employer for the purposes of the applicability

910 vii. To the extent permitted by federal law, a multiple-employer welfare
911 arrangement may risk rate employer members that have 50 or more employees.

912 viii. To the extent permitted by federal law, working owners that
913 otherwise satisfy the eligibility requirements may participate in an arrangement.

914 (b) Eligibility for state-based geographic association: To meet the requirements for
915 approval and to maintain a multiple-employer welfare arrangement, an arrangement for a state-
916 based geographic association:

917 i. Must be established by an association with a principal office located
918 within the borders of the State.

919 ii. May establish eligibility standards for membership in the
920 association, subject to the requirements of section (F)(2)(iii); and

921 iii. Must meet the requirements for approval contained within
922 subsection (a) except for subsection (a)(i).

923 (c) Eligibility for metropolitan-area-based geographic association: To meet the
924 requirements for approval and to maintain a multiple-employer welfare arrangement, an
925 arrangement for a metropolitan-area-based geographic association:

- 926 i. Must be established by an association with a principal office within a
927 metropolitan area that has boundaries in the State;
- 928 ii. Must adhere to any multi-state compact applicable to its establishment and
929 operations
- 930 iii. May establish eligibility standards for membership in the association,
931 subject to the requirements of section (F)(3)(iv); and
- 932 iv. Must meet the requirements for approval contained within subsection (a)
933 except for section (a) (i).

934 (d) Maintenance of specific excess insurance: The commissioner may require an
935 arrangement to purchase and maintain specific excess insurance with a retention level
936 determined in accordance with sound actuarial principles and approved by the commissioner.
937 The commissioner may also require the arrangement to purchase aggregate excess insurance.

938 (e) Maintenance of appropriate loss reserves: Each arrangement shall establish and
939 maintain appropriate loss and loss expense reserves determined in accordance with sound
940 actuarial principles and shall fund obligations by depositing assets that will yield in a time frame
941 matching maturing liabilities of the arrangement sufficient funds to discharge claims and other
942 expense payments.

943 (f) Qualified financial institution: All funds of a multiple-employer welfare
944 arrangement must be held in the name of the arrangement in a qualified financial institution by
945 state or federally chartered financial institutions until such time as they are disbursed.

946 (g) Replacement of financial institution: The commissioner may not grant or continue
947 approval until the arrangement replaces any financial institution found by the commissioner:

948 i. To be incompetent, untrustworthy or financially irresponsible;

949 ii. To be guilty of or to have pled guilty or no contest in any state or
950 country to a criminal offense for which incarceration for one year or more may be imposed or for
951 which incarceration of one year or more could be imposed had the offense occurred in this State,
952 or that involves moral turpitude, dishonesty, false statement or misappropriation or conversion of
953 property or funds;

954 iii. To have had any type of insurance license revoked in this State or
955 any other state; or

956 iv. To have improperly manipulated assets, accounts or specific excess
957 insurance or to have otherwise acted in bad faith.

958 (h) Contracts available for inspection: To qualify for and retain approval to transact
959 business, an arrangement must make all contracts with administrators or service companies
960 available for inspection by the bureau initially and thereafter upon reasonable notice.

961 (i) Suspension or revocation of approval: Except as otherwise expressly provided in
962 this chapter, failure to maintain compliance with applicable eligibility or filing requirements
963 established by this section is grounds for suspension or revocation of authority of an arrangement

964

965 176W:5 Filing Requirements

966 Section 5. The sponsoring association shall file with the commissioner an application for
967 authorization of the arrangement upon a form to be furnished by the commissioner. The
968 application must include or have attached the following:

969 (a) Constitution or bylaws. A copy of the constitution or bylaws of the association;

970 (b) Identification of trustees. The name and address of each trustee or director of the
971 arrangement;

972 (c) Document governing operation. A copy of the master agreement and any other
973 documents that govern the operation of the arrangement;

974 (d) Evidence of benefits provided. A copy of the employer participation agreement and
975 the certificate, summary plan description or other evidence of the benefits and coverage provided
976 to covered employees;

977 (e) Excess insurance agreement. A copy of the arrangement's excess insurance
978 agreement;

979 (f) Evidence of sound actuarial principles. Evidence satisfactory to the commissioner
980 showing that the arrangement will be operated in accordance with sound actuarial principles, the
981 commissioner may not approve the arrangement unless the commissioner determines that the
982 plan is designed to provide sufficient revenues to pay current and future liabilities, as determined
983 in accordance with sound actuarial principles; and

984 (g) Additional information. Additional information that the commissioner may
985 reasonably require

986 176W:6 Reserve & Stop Loss Requirements

987 Section 6. (a) Fully funded arrangement.

988 i. The annual actuarial report described in section 12 (b) is not required if
989 aggregate excess insurance includes a run out period of three months or greater.

990 ii. The commissioner may permit an arrangement up to two years to
991 accumulate the reserve requirement stated in section 4(c), and the commissioner may require
992 such an arrangement to provide collateral until such time as the reserves are fully accumulated.

993 iii. An employer participating in an arrangement must be required by such
994 arrangement to pay premiums for the entire contract year in which it participates in the
995 arrangement, whether or not such employer withdraws from the arrangement prior to the end of
996 the contact year.

997 iv. The arrangement must provide for an equitable allocation of unfunded
998 liability among participating employers that is acceptable to the commissioner

999 v. Sections (a) (1) (iii) and (a)(1)(iv) shall also apply to partially funded
1000 arrangements detailed in section (b)(2).

1001 (b) Partially funded arrangement

1002 i. The annual actuarial report described in section 12 (b) of this
1003 chapter applies to partially funded arrangements.

1004 ii. The reserve requirement stated in section 4(c) shall be fully
1005 funded no later than the later of the date on which the arrangement first provides coverage and
1006 the effective date of this chapter.

1007 176W:7 Liability of Participants

1008 Section 7. (a) Liability of each employer participant. Employers participating in
1009 an arrangement shall be jointly liable for the obligations of the arrangement.

1010 (b) Contingent assessment liability. Each employer participant has a contingent
1011 assessment liability pursuant to section 11 of this chapter for payment of actual losses and
1012 expenses incurred while the participation agreement was in force.

1013 (c) Statement of contingent liability. Each participation agreement or contract issued by
1014 the arrangement must contain a statement of the contingent liability of employer participants.
1015 The participation agreement must contain the following statement: "This is a fully assessable
1016 contract. In the event the arrangement is unable to pay its obligations, participating employers
1017 will be required to contribute through an equitable assessment the money necessary to meet any
1018 unfulfilled obligations."

1019 176W:8 Deficiency in reserves, assets or reinsurance

1020 Section 8. (a) Examination of finances. The commissioner may conduct, upon
1021 reasonable notice, an examination to determine the financial condition of an arrangement.
1022 Examiners duly qualified by the commissioner may examine the loss reserves, assets, liabilities,
1023 excess insurance and working capital of a multiple-employer welfare arrangement. If the
1024 commissioner finds that the reserves, excess insurance or assets may be inadequate, or that the
1025 arrangement does not have working capital in an amount establishing the financial strength and
1026 liquidity of the arrangement to pay claims promptly and showing evidence of the financial ability
1027 of the arrangement to meet its obligations to covered employees, the commissioner shall notify
1028 the arrangement of the inadequacy. Upon notification, the arrangement shall file within 30 days

1029 with the commissioner its written plan specifying remedial action to be taken and the time for
1030 implementation of that plan.

1031 (b) Correction of deficiency. If the commissioner determines, after reviewing the
1032 information filed, that a hazardous financial condition exists, the arrangement shall implement
1033 within 30 days its plan to correct any deficiencies and shall file with the commissioner proof of
1034 remedial action taken within 60 days, if the commissioner is satisfied that the plan submitted to
1035 improve the inadequate condition of the arrangement is sufficient, the commissioner shall notify
1036 the arrangement of such sufficiency. The arrangement shall report monthly to the commissioner
1037 until any deficiencies and their causes have been corrected.

1038 176W:9 Trust Deposit or surety bond

1039 Section 9. If the commissioner determines that a multiple-employer welfare arrangement
1040 has failed to establish or maintain the actuarially indicated level of funding as required, the
1041 commissioner may require the arrangement to file a security deposit or a surety bond in
1042 accordance with this section.

1043 (i) Deposit. If required, deposit funds, which may consist of cash, securities or any
1044 combination of cash and securities acceptable to the commissioner, must be filed with the
1045 commissioner for deposit with the Treasurer of the commonwealth in an amount prescribed by
1046 the commissioner. All income from deposits belongs to the depositing arrangement and must be
1047 paid to it when received. An arrangement that has made a security deposit, subject to approval of
1048 the commissioner, may withdraw that deposit or any part of that deposit after making a substitute
1049 deposit of cash, securities or any combination of cash and securities of equal amount and value.

1050 A judgment creditor or other claimant of a multiple-employer welfare arrangement may not levy
1051 upon any of the assets or securities held in this State as a deposit under this section.

1052 (ii) Surety bond in lieu of deposit. In lieu of the deposit required under section 9 (i), an
1053 arrangement may file with the commissioner a surety bond for the same amount that would be
1054 required as a deposit. The bond must be one issued by an authorized surety insurer, must be for
1055 the same purpose as the deposit in lieu of which it is filed and must be in a form prescribed by
1056 the commissioner. A bond may not be canceled or subject to cancellation unless at least 60 days'
1057 advances notice of cancellation in writing is filed with the commissioner and the chair of the
1058 board.

1059 (iii) Insolvency termination. In the event of a termination of an arrangement due to
1060 insolvency, a determination of impairment or the failure of the arrangement to pay any final
1061 judgment rendered against it in this State within 30 days after the judgment becomes final, the
1062 deposit held by the commissioner pursuant to section 9 (i) of this chapter or the bond held by the
1063 commissioner pursuant to section 9 (ii) of this chapter must be applied to the extent of the
1064 insolvency or to the extent of any default in payment of benefit claims. Any deposit funds
1065 remaining in excess of the amount needed to make the arrangement solvent must be distributed
1066 in accordance with section (11) of this chapter.

1067 176W:10 Forms

1068 Section 10: (a) Forms available for inspection. All participation agreements,
1069 contract forms, application forms, certificates, riders, endorsements, summary plan descriptions
1070 and other evidences of coverage must be maintained on file by the arrangement and must be
1071 available for inspection by the commissioner upon request.

1072 (b) Grounds for disapproval of forms by commissioner. The commissioner may
1073 disapprove a form reviewed under this section only if the form:

1074 i. Violates or does not comply with this chapter;

1075 ii. Contains or incorporates by reference misleading clauses or
1076 exceptions and conditions that deceptively misstate the risk proposed to be assumed in the
1077 general coverage of the contract; or

1078 iii. Is printed or otherwise reproduced in such manner as to render
1079 any material provision of the form substantially illegible.

1080 176W:11 Termination

1081 Section 11. If an arrangement is terminated for any reason, the funding vehicle may not
1082 be dissolved until all outstanding claims, debts and obligations of the arrangement are paid. The
1083 arrangement may retain sufficient funds to provide coverage for an additional period as board of
1084 the arrangement considers prudent. In addition, the board may purchase additional insurance they
1085 consider necessary for protection against potential future claims. Any funds remaining in the
1086 arrangement after satisfaction of all obligations must be paid to participating employers or
1087 covered employees in an equitable manner. Written notice of the termination of the arrangement
1088 must be provided to each covered employee and the commissioner at least 10 days before the
1089 effective date of the termination.

1090 176W:12 Annual Report; Actuarial Report

1091 Section 12. (a) The commissioner may request no more frequently than annually a
1092 report summarizing the business activities of the arrangement for the immediately preceding year

1093 and may additionally request a financial statement of the arrangement, including its balance sheet
1094 and a statement of operations for the preceding year certified by an independent certified public
1095 accountant, and most recent regulatory filing or other related documents.

1096 (b) At least once every 2 years each arrangement must have a report prepared by an
1097 actuary who is an associate or fellow of the Society of Actuaries and the American Academy of
1098 Actuaries as to the actuarial soundness of the arrangement. After an arrangement has filed 2
1099 actuarial reports pursuant to this subsection, an arrangement may request that the commissioner
1100 grant a waiver of the filing requirement to the arrangement. If required, the report must be filed
1101 with the commissioner. The report must consist of at least the following:

1102 i. An assessment of the adequacy of contribution rates in meeting the
1103 level of benefits provided and changes, if any, needed in the contribution rates to achieve or
1104 preserve a level of funding adequate to enable payment of the benefit amounts provided under
1105 the arrangement, which must include a valuation of present assets, valued in accordance with
1106 insurance accounting precepts, and prospective assets and liabilities of the plan and the extent of
1107 unfunded accrued liabilities;

1108 ii. A plan and schedule to amortize any unfunded liabilities and a
1109 description of actions taken to reduce unfunded liabilities;

1110 iii. A description and explanation of actuarial assumptions;

1111 iv. A comparative review illustrating the level of funds available to
1112 the arrangement from rates, investment income and other sources realized over the period
1113 covered by the report indicating the assumptions used;

1114 v. A certification by the actuary that the report is complete and
1115 accurate and that in the actuary's opinion the techniques and assumptions used are reasonable,
1116 make good and sufficient provision to meet the obligations of the arrangement and meet the
1117 requirements and intent of this chapter; and

1118 vi. Other factors or statements as may be reasonably required by the
1119 commissioner in order to determine the actuarial soundness of the plan.

1120 176W:13 Grounds for denial, suspension or revocation of arrangement

1121 Section 13. Subject to other provisions of this chapter, the commissioner may, in the
1122 commissioner's discretion deny, suspend or revoke an arrangement's authorization if the
1123 commissioner finds that the arrangement:

1124 i. Has failed to correct any deficiency as provided in section (J);

1125 ii. Has refused to be examined or to produce its accounts, records
1126 and files for examination, or if any of its officers has refused to give information with respect to
1127 its affairs or to perform any other legal obligation as to such examination when required by the
1128 commissioner;

1129 iii. Has failed to pay a judgment rendered against it in the State
1130 within 30 days after the judgment becomes final; or

1131 iv. No longer meets the requirements for the authority originally
1132 granted.

1133 v. Has violated this chapter or a lawful order or rule of the
1134 commissioner; or

1135 vi. Has refused to be examined or to produce its accounts, records
1136 and files for examination, or if any of its officers have refused to give information with respect to
1137 its affairs or to perform any other legal obligation as to such examination when required by the
1138 commissioner.

1139 176W:14 Violations

1140 Section 14. (a) An arrangement that fails to obtain and maintain a valid approval from the
1141 commissioner while operating or maintaining a multiple-employer welfare arrangement is
1142 subject to a civil penalty in an amount to be determined by the commissioner; and

1143 (b) The commissioner may issue a cease and desist order if the commissioner finds a
1144 person operating or maintaining a multiple-employer welfare arrangement without a currently
1145 effective certificate of approval.

1146 176W:15 Regulatory Authority

1147 Section 15. The commissioner shall promulgate all rules and regulations necessary for the
1148 purposes of carrying out this act. In addition, the commissioner is authorized to enter into
1149 interstate compacts permitting arrangements under this chapter to offer coverage through
1150 participating employers in other states and to permit arrangements from other states to offer
1151 coverage to participating employers in this State, provided that any such interstate compact shall
1152 not be materially inconsistent with this chapter and shall comply with the requirements of
1153 applicable federal law.

1154 SECTION 61. Notwithstanding any general or special law to the contrary, no contract for
1155 pharmacy services between a health insurance carrier or pharmacy benefits manager and a

1156 pharmacy or pharmacist shall contain a provision prohibiting or penalizing a pharmacist's
1157 disclosure to an insured individual purchasing a covered prescription medication of information
1158 regarding: (i) the cost of the prescription medication to the individual, and (ii) the availability of
1159 any equivalent medication or alternative methods of purchasing the prescription medication,
1160 including, but not limited to, paying a cash price, which may be less expensive than the cost of
1161 the prescription medication to the individual.

1162 (b) No health insurance carrier or pharmacy benefits manager shall require an individual
1163 to make a payment at the point of sale for a covered prescription medication in an amount greater
1164 than the amount an individual would pay for the prescription medication if the individual
1165 purchased the prescription medication without using a health insurance plan.

1166 SECTION 62. Section 226 of chapter 139 of the acts of 2012, is hereby amended by
1167 striking "2021" inserted by section 15 of the chapter 142 of the acts of 2019 and inserting in
1168 place thereof the following figure:-"2030"

1169 SECTION 63. Notwithstanding any general or special law to the contrary, not later than
1170 June 1, 2023, the health policy commission shall conduct an analysis and issue a report
1171 evaluating the effect of discounts, rebates, product vouchers and other reductions for biological
1172 products and prescription drugs, as authorized under section 3 of chapter 175H, on
1173 pharmaceutical spending and health care costs in Massachusetts. The study shall include, but not
1174 be limited to, (i) the total number coupons and discounts redeemed in the commonwealth; (ii) the
1175 total value of coupons and discounts redeemed in the commonwealth; (iii) an analysis of the
1176 types of biological products and prescription drugs for which coupons and discounts were most
1177 frequently redeemed; (iv) a comparison of any change in utilization of generic versus brand

1178 name prescription drugs; (v) a comparison of any change in utilization among therapeutically-
1179 equivalent brand name drugs; (vi) the effect on patient adherence to prescribed drugs; (vii)
1180 patient access to innovative therapies; (viii) an analysis of the availability of the coupons or
1181 discounts upon renewals; (ix) an analysis of the cost impact to consumers upon expiration of the
1182 coupon or discount; (x) an analysis of the impact on commercial health insurance premiums,
1183 attributed to both employers and individuals; (xi) an analysis of the impact on any health care
1184 cost containment goals adopted by the commonwealth; and (xii) an analysis of the impact on
1185 prescription drug costs and premiums for health plans offered by the group insurance
1186 commission. The commission may require manufacturers of biological products and prescription
1187 drugs to report on the number and types of coupons that such manufacturers have issued and
1188 which have been redeemed in the commonwealth. The report shall be made available
1189 electronically on the commission's website, and shall be filed with the secretary of
1190 administration and finance, the secretary of health and human services, the clerks of the house of
1191 representatives and the senate, the house and senate committees on ways and means and the joint
1192 committee on health care financing.

1193 SECTION 64. (a) Notwithstanding any other provision of this chapter, the board shall
1194 allow a physician to obtain proxy credentialing and privileging for telemedicine services with
1195 other health care providers, as defined in section 1 of chapter 111, or facilities consistent with
1196 Medicare conditions of participation telemedicine standards.

1197 The board shall promulgate regulations regarding the appropriate use of telemedicine to
1198 provide health care services. These regulations shall provide for and include, but shall not be
1199 limited to: (i) prescribing medications; (ii) services that are not appropriate to provide through

1200 telemedicine; (iii) establishing a patient-provider relationship; (iv) consumer protections; and (v)
1201 ensuring that services comply with appropriate standards of care.

1202 (b) For the purposes of this section, “telemedicine” shall mean the use of interactive
1203 audio, video or other electronic media for a diagnosis, consultation or treatment of a patient’s
1204 physical, oral or mental health; provided, however, that “telemedicine” shall not include audio-
1205 only telephone, facsimile machine, online questionnaire, texting or text-only e-mail.

1206 (c) The division and its contracted health insurers, health plans, health maintenance
1207 organizations, behavioral health management firms and third party administrators under contract
1208 to a Medicaid managed care organization or primary care clinician plan may provide coverage
1209 for health care services appropriately provided through telemedicine by a contracted provider.

1210 (d) The division may undertake utilization review, including preauthorization, to
1211 determine the appropriateness of telemedicine as a means of delivering a health care service;
1212 provided, however, that determinations shall be made in the same manner as if service was
1213 delivered in person. The division, a contracted health insurer, health plan, health maintenance
1214 organization, behavioral health management firm or third party administrators under contract to a
1215 Medicaid managed care organization or primary care clinician plan shall not be required to
1216 reimburse a health care provider for a health care service that is not a covered benefit under the
1217 plan nor reimburse a health care provider not contracted under the plan.

1218 A health care provider shall not be required to document a barrier to an in-person visit,
1219 nor shall the type of setting where telemedicine is provided be limited for health care services
1220 provided through telemedicine.

1221 (e) A contract that provides coverage for telemedicine services may include a deductible,
1222 copayment or coinsurance requirement for a health care service provided through telemedicine as
1223 long as the deductible, copayment or coinsurance does not exceed the deductible, copayment or
1224 coinsurance applicable to an in-person consultation or in-person delivery of services. Coverage
1225 that reimburses a provider with a global payment, as defined in section 1 of chapter 6D, shall
1226 account for the provision of telemedicine services in setting that global payment amount.

1227 (f) Health care services provided by telemedicine shall conform to the standards of care
1228 applicable to the telemedicine provider's profession. Such services shall also conform to
1229 applicable federal and state health information privacy and security standards as well as
1230 standards for informed consent.

1231 SECTION 65. Notwithstanding any general or special law to the contrary, the department
1232 of public health and the office of consumer affairs and business regulation shall allow licensees
1233 to obtain proxy credentialing and privileging for telemedicine services with other health care
1234 providers as defined in section 1 of chapter 111 of the General Laws or facilities that comply
1235 with the Centers for Medicare & Medicaid Services' conditions of participation for telemedicine
1236 services.

1237 For the purposes of this section, "telemedicine" shall mean the use of interactive audio,
1238 video or other electronic media for the purposes of a diagnosis, consultation or treatment of a
1239 patient's physical, oral or mental health; provided, however, that "telemedicine" shall not include
1240 an audio-only telephone, facsimile machine, online questionnaire, texting or text-only e-mail.

1241 SECTION 66. Notwithstanding any general or special law to the contrary the secretary of
1242 health and human services shall develop and implement a 3 year pilot program care management

1243 program focused on asthma, diabetes, congestive heart failure, and other high-risk or high-need
1244 individuals.

1245 The secretary shall submit annual updates no later than Dec 31 on said program to the
1246 joint committee on public health, the joint committee on health care financing and the clerks of
1247 the house and senate.

1248 SECTION 67. Notwithstanding any general or special law to the contrary, the
1249 commissioner of revenue, in consultation with the department of public health, shall authorize
1250 annually an amount not to exceed \$1,000,000 for the wellness program tax credit in section 6O
1251 of chapter 62 of the General Laws together with chapter 38II of chapter 63 of the General Laws.

1252 SECTION 68. Notwithstanding any general or special law to the contrary, the Secretary
1253 of Health and Human Services in conjunction with the Secretary of Elder Affairs shall file an
1254 application to seek a waiver with the Center for Medicaid and Medicare Services (CMS) to
1255 amend the Commonwealth of Massachusetts' 1915(c) elderly waiver, and that any program of
1256 home and community based services in which family members are permitted to serve as paid
1257 caregivers, funded pursuant to Section 9 of Chapter 118E shall include spouses within the
1258 definition of a family member.

1259 SECTION 69. There shall be, subject to appropriation, a three year pilot program
1260 administered by the executive office of health and human services to provide for reimbursement
1261 for case management for patients with behavioral health issues.

1262 The secretary shall submit annual updates no later than Dec 31 on said program to the
1263 joint committee on mental health, substance use and recovery, the joint committee on health care
1264 financing, and the clerks of the house and senate.

1265 The secretary shall submit within 30 days of the conclusion of the pilot program the
1266 results of said pilot program along with any recommendations to the joint committee on mental
1267 health, substance use and recovery, the joint committee on health care financing, and the clerks
1268 of the house and senate.

1269 SECTION 70. Section 6O of chapter 62 General Laws together with chapter 38II of
1270 chapter 63 of the General Laws shall expire on December 31, 2022.

1271 SECTION 71. The department of public health shall promulgate any rules and
1272 regulations necessary to implement this act, no later than January 1, 2021.