

1 (2) TESTS.—The tests specified in this sub-
2 section are as follows:

3 (A) Annual Papanicolaou smears, pelvic
4 exams, and clinical breast examinations for fe-
5 males.

6 (B) Annual screening for chlamydia and
7 gonorrhea for females who are at risk for fertil-
8 ity related infectious illnesses.

9 (C) Cholesterol every 5 years.

10 (3) CLINICIAN VISITS.—The clinician visits
11 specified in this subsection are 1 clinician visit every
12 3 years.

13 (g) INDIVIDUALS AGE 40 TO 49.—For an individual
14 at least 40 years of age, but less than 50 years of age:

15 (1) IMMUNIZATIONS.—The immunizations spec-
16 ified in this subsection are booster immunizations
17 against tetanus and diphtheria every 10 years.

18 (2) TESTS.—The tests specified in this sub-
19 section are as follows:

20 (A) Annual Papanicolaou smears, pelvic
21 exams, and clinical breast examinations for fe-
22 males.

23 (B) Annual screening for chlamydia and
24 gonorrhea for females who are at risk for fertil-
25 ity related infectious illnesses.

Cost

Cost

1 (C) Mammograms for females every 2
2 years.

] cost

3 (D) Cholesterol every 5 years.

4 (3) CLINICIAN VISITS.—The clinician visits
5 specified in this subsection are 1 clinician visit every
6 2 years.

7 (h) INDIVIDUALS AGE 50 TO 65.—For an individual
8 at least 50 years of age, but less than 65 years of age:

9 (1) IMMUNIZATIONS.—The immunizations spec-
10 ified in this subsection are booster immunizations
11 against tetanus and diphtheria every 10 years.

12 (2) TESTS.—The tests specified in this sub-
13 section are as follows:

14 (A) Annual Papanicolaou smears, pelvic
15 exams, and clinical breast examinations for fe-
16 males.

] cost

17 (B) Annual mammograms for females.

18 (C) Cholesterol every 5 years.

19 (3) CLINICIAN VISITS.—The clinician visits
20 specified in this subsection are 1 clinician visit every
21 2 years.

22 (i) INDIVIDUALS AGE 65 OR OLDER.—For an indi-
23 vidual at least 65 years of age who is enrolled under a
24 health plan:

1 (1) IMMUNIZATIONS.—The immunizations spec-
2 ified in this subsection are as follows:

3 (A) Booster immunizations against tetanus
4 and diphtheria every 10 years.

5 (B) Age-appropriate immunizations for the
6 following illnesses:

7 (i) Influenza.

8 (ii) Pneumococcal invasive disease.

9 (2) TESTS.—The tests specified in this sub-
10 section are as follows:

11 (A) Annual Papanicolaou smears, pelvic
12 exams, and clinical breast examinations for fe-
13 males.

14 (B) Annual mammograms for females.

15 (C) Cholesterol every 5 years.

16 (3) CLINICIAN VISITS.—The clinician visits
17 specified in this subsection are 1 clinician visit every
18 year.

19 (j) CLINICIAN VISIT.—For purposes of this section,
20 the term “clinician visit” includes the following health pro-
21 fessional services (as defined in section 1112(c)):

22 (1) A complete medical history.

23 (2) An appropriate physical examination.

24 (3) Risk assessment.

Cost

1 (4) Targeted health advice and counseling, in-
2 cluding nutrition counseling.

3 (5) The administration of age-appropriate im-
4 munizations and tests specified in subsections (b)
5 through (h).

6 (k) IMMUNIZATIONS AND TESTS NOT ADMINISTERED
7 DURING CLINICIAN VISIT.—Notwithstanding subsection
8 (j)(5), the clinical preventive services described in this sec-
9 tion include an immunization or test described in this sec-
10 tion that is administered to an individual consistent with
11 any periodicity schedule for the immunization or test dur-
12 ing the age range specified for the immunization or test,
13 and any administration fee for such immunization or test,
14 even if the immunization or test is not administered dur-
15 ing a clinician visit.

16 SEC. 1115. MENTAL ILLNESS AND SUBSTANCE ABUSE SERV-
17 ICES.

18 (a) COVERAGE.—The mental illness and substance
19 abuse services that are described in this section are the
20 following items and services for eligible individuals, as de-
21 fined in section 1001(c), who satisfy the eligibility require-
22 ments in subsection (b):

23 (1) Inpatient and residential mental illness and
24 substance abuse treatment (described in subsection
25 (c)).

1 (2) Intensive nonresidential mental illness and
2 substance abuse treatment (described in subsection
3 (d)).

4 (3) Outpatient mental illness and substance
5 abuse treatment (described in subsection (e)), in-
6 cluding case management, screening and assessment,
7 crisis services, and collateral services.

8 (b) ELIGIBILITY.—The eligibility requirements re-
9 ferred to in subsection (a) are as follows:

10 (1) INPATIENT, RESIDENTIAL,
11 NONRESIDENTIAL, AND OUTPATIENT TREATMENT.—
12 An eligible individual is eligible to receive coverage
13 for inpatient and residential mental illness and sub-
14 stance abuse treatment, intensive nonresidential
15 mental illness and substance abuse treatment, or
16 outpatient mental illness and substance abuse treat-
17 ment (except case management and collateral serv-
18 ices) if the individual—

19 (A) has, or has had during the 1-year pe-
20 riod preceding the date of such treatment, a
21 diagnosable mental disorder or a diagnosable
22 substance abuse disorder; and

23 (B) is experiencing, or is at significant risk
24 of experiencing, functional impairment in fam-
25 ily, work, school, or community activities.

1 For purposes of this paragraph, an individual who
2 has a diagnosable mental disorder or a diagnosable
3 substance abuse disorder, is receiving treatment for
4 such disorder, but does not satisfy the functional im-
5 pairment criterion in subparagraph (B) shall be
6 treated as satisfying such criterion if the individual
7 would satisfy such criterion without such treatment.

8 (2) CASE MANAGEMENT.—An eligible individual
9 is eligible to receive coverage for case management
10 if—

11 (A) a health professional designated by the
12 health plan in which the individual is enrolled
13 determines that the individual should receive
14 such services; and

15 (B) the individual is eligible to receive cov-
16 erage for, and is receiving, outpatient mental
17 illness and substance abuse treatment with re-
18 spect to a diagnosable mental disorder or a
19 diagnosable substance abuse disorder.

20 (3) SCREENING AND ASSESSMENT AND CRISIS
21 SERVICES.—All eligible individuals enrolled under a
22 health plan are eligible to receive coverage for out-
23 patient mental illness and substance abuse treat-
24 ment consisting of screening and assessment and
25 crisis services.

1 (4) COLLATERAL SERVICES.—An eligible indi-
2 vidual is eligible to receive coverage for outpatient
3 mental illness and substance abuse treatment con-
4 sisting of collateral services if the individual is a
5 family member (described in section 1011(b)) of an
6 individual who is receiving inpatient and residential
7 mental illness and substance abuse treatment, inten-
8 sive nonresidential mental illness and substance
9 abuse treatment, or outpatient mental illness and
10 substance abuse treatment.

11 (c) INPATIENT AND RESIDENTIAL TREATMENT.—

12 (1) DEFINITION.—For purposes of this subtitle,
13 the term “inpatient and residential mental illness
14 and substance abuse treatment” means the items
15 and services described in paragraphs (1) through (3)
16 of section 1861(b) of the Social Security Act when
17 provided with respect to a diagnosable mental dis-
18 order or a diagnosable substance abuse disorder to—

19 (A) an inpatient of a hospital, psychiatric
20 hospital, residential treatment center, residen-
21 tial detoxification center, crisis residential pro-
22 gram, or mental illness residential treatment
23 program; or

24 (B) a resident of a therapeutic family or
25 group treatment home or community residential

1 treatment and recovery center for substance
2 abuse.

3 The National Health Board shall specify those
4 health professional services described in section 1112
5 that shall be treated as inpatient and residential
6 mental illness and substance abuse treatment when
7 provided to such an inpatient or resident.

8 (2) LIMITATIONS.—Coverage for inpatient and
9 residential mental illness and substance abuse treat-
10 ment is subject to the following limitations:

11 (A) RESIDENTIAL MENTAL ILLNESS
12 TREATMENT.—Such treatment, when provided
13 with respect to a diagnosable mental disorder in
14 a setting that is not a hospital or a psychiatric
15 hospital, is covered only to avert the need for,
16 or as an alternative to, treatment in a hospital
17 or a psychiatric hospital, as determined by a
18 health professional designated by the health
19 plan in which the individual receiving such
20 treatment is enrolled.

21 (B) RESIDENTIAL SUBSTANCE ABUSE
22 TREATMENT.—Such treatment, when provided
23 with respect to a diagnosable substance abuse
24 disorder in a setting that is not a hospital or
25 a psychiatric hospital, is covered only if a

1 health professional designated by the health
2 plan in which the individual receiving such
3 treatment is enrolled determines (based on cri-
4 teria that the plan may choose to employ) that
5 the individual should receive such treatment.

6 (C) LEAST RESTRICTIVE SETTING.—Such
7 treatment is covered only when—

8 (i) provided to an individual in the
9 least restrictive inpatient or residential set-
10 ting that is effective and appropriate for
11 the individual; and

12 (ii) less restrictive intensive
13 nonresidential or outpatient treatment
14 would be ineffective or inappropriate.

15 (D) ANNUAL LIMIT.—Prior to January 1,
16 2001, such treatment is subject to an aggregate
17 annual limit of 30 days. A maximum of 30 ad-
18 ditional days of such treatment shall be covered
19 for an individual if a health professional des-
20 ignated by the health plan in which the individ-
21 ual is enrolled determines in advance that—

22 (i) the individual poses a threat to his
23 or her own life or the life of another indi-
24 vidual; or

1 (ii) the medical condition of the indi-
2 vidual requires inpatient treatment in a
3 hospital or a psychiatric hospital in order
4 to initiate, change, or adjust pharma-
5 cological or somatic therapy.

6 (E) INPATIENT HOSPITAL TREATMENT
7 FOR SUBSTANCE ABUSE.—Such treatment,
8 when provided in a hospital or a psychiatric
9 hospital with respect to a diagnosable substance
10 abuse disorder, is covered under this section
11 only for detoxification requiring the manage-
12 ment of psychiatric conditions associated with
13 withdrawal from alcohol or drugs. The items
14 and services described in this section do not in-
15 clude medical detoxification as required for the
16 management of medical conditions associated
17 with withdrawal from alcohol or drugs (which is
18 covered under section 1111).

19 (d) INTENSIVE NONRESIDENTIAL TREATMENT.—

20 (1) DEFINITION.—For purposes of this subtitle,
21 the term “intensive nonresidential mental illness and
22 substance abuse treatment” means diagnostic or
23 therapeutic items or services provided with respect
24 to a diagnosable mental disorder or a diagnosable
25 substance abuse disorder to an individual—

1 (A) participating in a partial hospitaliza-
2 tion program, a day treatment program, a psy-
3 chiatric rehabilitation program, or an ambula-
4 tory detoxification program; or

5 (B) receiving home-based mental illness
6 services or behavioral aide mental illness serv-
7 ices.

8 The National Health Board shall specify those
9 health professional services described in section 1112
10 that shall be treated as intensive nonresidential men-
11 tal illness and substance abuse treatment when pro-
12 vided to such an individual.

13 (2) LIMITATIONS.—Coverage for intensive
14 nonresidential mental illness and substance abuse
15 treatment is subject to the following limitations:

16 (A) DISCRETION OF PLAN.—An individual
17 shall receive coverage for such treatment if a
18 health professional designated by the health
19 plan in which the individual is enrolled deter-
20 mines (based on criteria that the plan may
21 choose to employ) that the individual should re-
22 ceive such treatment.

23 (B) TREATMENT PURPOSES.—Such treat-
24 ment is covered only when provided—

1 (i) to avert the need for, or as an al-
2 ternative to, treatment in residential or in-
3 patient settings;

4 (ii) to facilitate the earlier discharge
5 of an individual receiving inpatient or resi-
6 dential care;

7 (iii) to restore the functioning of an
8 individual with a diagnosable mental dis-
9 order or a diagnosable substance abuse
10 disorder; or

11 (iv) to assist such an individual to de-
12 velop the skills and gain access to the sup-
13 port services the individual needs to
14 achieve the maximum level of functioning
15 of the individual within the community.

16 (C) ANNUAL LIMIT.—

17 (i) IN GENERAL.—Prior to January 1,
18 2001, the number of covered days of inpa-
19 tient and residential mental illness and
20 substance abuse treatment that are avail-
21 able to an individual under the 30-day
22 limit described in the first sentence of sub-
23 section (c)(2)(D) shall be reduced by 1 day
24 for each 2 covered days of intensive
25 nonresidential mental illness and substance

1 abuse treatment that are provided to the
2 individual, until such number is reduced to
3 zero.

4 (ii) ADDITIONAL DAYS.—After the
5 number of covered days referred to in
6 clause (i) has been reduced to zero with re-
7 spect to an individual, the individual shall
8 receive coverage for a maximum of 60 days
9 of intensive nonresidential mental illness
10 and substance abuse treatment if a health
11 professional designated by the health plan
12 in which the individual is enrolled deter-
13 mines that the individual should receive
14 such treatment.

15 (D) DETOXIFICATION.—Intensive
16 nonresidential mental illness and substance
17 abuse treatment consisting of detoxification is
18 covered only if it is provided in the context of
19 a treatment program.

20 (E) OUT-OF-POCKET MAXIMUM.—Prior to
21 January 1, 2001, expenses for intensive
22 nonresidential mental illness and substance
23 abuse treatment that an individual incurs prior
24 to satisfying a deductible applicable to such
25 treatment, and copayments and coinsurance

1 paid by or on behalf of the individual for such
2 treatment, may not be applied toward any an-
3 nual out-of-pocket limit on cost sharing under
4 any cost sharing schedule described in part 3 of
5 this subtitle if such treatment is provided—

6 (i) with respect to a diagnosable sub-
7 stance abuse disorder; or

8 (ii) pursuant to subparagraph (C)(ii).

9 (e) OUTPATIENT TREATMENT.—

10 (1) DEFINITION.—For purposes of this subtitle,
11 the term “outpatient mental illness and substance
12 abuse treatment” means the following services pro-
13 vided with respect to a diagnosable mental disorder
14 or a diagnosable substance abuse disorder in an out-
15 patient setting:

16 (A) Screening and assessment.

17 (B) Diagnosis.

18 (C) Medical management.

19 (D) Substance abuse counseling and re-
20 lapse prevention.

21 (E) Crisis services.

22 (F) Somatic treatment services.

23 (G) Psychotherapy.

24 (H) Case management.

25 (I) Collateral services.

1 (2) LIMITATIONS.—Coverage for outpatient
2 mental illness and substance abuse treatment is sub-
3 ject to the following limitations:

4 (A) HEALTH PROFESSIONAL SERVICES.—

5 Such treatment is covered only when it con-
6 stitutes health professional services (as defined
7 in section 1112(c)(2)).

AND HEALTH FACILITY
SERVICES.

or when provided by a health facility that
is legally authorized to provide the services
in the state in which they are provided.

8 (B) DISCRETION OF PLAN.—An individual

9 shall receive coverage for outpatient mental ill-
10 ness and substance abuse treatment consisting
11 of substance abuse counseling and relapse pre-
12 vention if a health professional designated by
13 the health plan in which the individual is en-
14 rolled determines (based on criteria that the
15 plan may choose to employ) that the individual
16 should receive such treatment. This subpara-
17 graph does not apply to group therapy covered
18 pursuant to subparagraph (C)(ii)(II).

19 (C) ANNUAL LIMITS.—

20 (i) PSYCHOTHERAPY AND COLLAT-
21 ERAL SERVICES.—Prior to January 1,
22 2001, psychotherapy and collateral services
23 are subject to an aggregate annual limit of
24 30 visits per individual. Additional visits
25 may be covered, at the discretion of the

1 health plan in which the individual receiv-
2 ing treatment is enrolled, to prevent hos-
3 pitalization or to facilitate earlier hospital
4 release, for which the number of covered
5 days of inpatient and residential mental ill-
6 ness and substance abuse treatment that
7 are available to an individual under the 30-
8 day limit described in the first sentence of
9 subsection (c)(2)(D) shall be reduced by 1
10 day for each 4 visits. After such number
11 has been reduced to zero, no additional vis-
12 its under the preceding sentence may be
13 covered.

14 (ii) SUBSTANCE ABUSE COUNSELING
15 AND RELAPSE PREVENTION.—

16 (I) IN GENERAL.—*Prior to Jan. 1, 2001*

17 Except as pro-
18 vided in subclause (II), the number of
19 covered days of inpatient and residen-
20 tial mental illness and substance
21 abuse treatment that are available to
22 an individual under the 30-day limit
23 described in the first sentence of sub-
24 section (c)(2)(D) shall be reduced by
25 1 day for each 4 visits for substance
abuse counseling and relapse preven-

1 tion that are covered for the individ-
2 ual under subparagraph (B). After
3 such number has been reduced to
4 zero, no visits for substance abuse
5 counseling and relapse prevention may
6 be covered, except as provided in
7 subclause (II).

8 (II) GROUP THERAPY.—Prior to
9 January 1, 2001, substance abuse
10 counseling and relapse prevention con-
11 sisting of group therapy is subject to
12 a separate aggregate annual limit of
13 30 visits, if such therapy occurs with-
14 in 12 months after the individual has
15 received, with respect to a diagnosable
16 substance abuse disorder, inpatient
17 and residential mental illness and sub-
18 stance abuse treatment or intensive
19 nonresidential mental illness and sub-
20 stance abuse treatment. The provi-
21 sions of clause (i) and subclause (I)
22 do not apply to therapy that is de-
23 scribed in the preceding sentence.

24 (D) DETOXIFICATION.—Outpatient mental
25 illness and substance abuse treatment consist-

1 ing of detoxification is covered only if it is pro-
2 vided in the context of a treatment program.

3 (E) OUT-OF-POCKET MAXIMUM.—Prior to
4 January 1, 2001, expenses for outpatient men-
5 tal illness and substance abuse treatment that
6 an individual incurs prior to satisfying a de-
7 ductible applicable to such treatment, and
8 copayments and coinsurance paid by or on be-
9 half of the individual for such treatment, may
10 not be applied toward any annual out-of-pocket
11 limit on cost sharing under any cost sharing
12 schedule described in part 3 of this subtitle.

13 (f) SPECIAL DELIVERY REQUIREMENTS FOR SERV-
14 ICES PROVIDED TO CHILDREN.—

15 (1) REQUIRING SERVICES TO BE PROVIDED
16 THROUGH ORGANIZED SYSTEMS OF CARE.—The
17 mental illness and substance abuse services de-
18 scribed in this section shall be included in the com-
19 prehensive benefit package with respect to an eligible
20 individual under 22 years of age only if such services
21 are provided through an organized system of care
22 described in paragraph (2).

23 (2) REQUIREMENTS FOR SYSTEMS OF CARE.—
24 In this subsection, an “organized system of care” is
25 a community-based system established by an appli-

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1 cable health plan for the provision of mental illness
2 and substance abuse services described in this sec-
3 tion that meets the following requirements:

4 (A) The system has established linkages
5 with existing mental illness and substance
6 abuse service delivery programs in the plan
7 service area (or is in the process of developing
8 or operating a system with appropriate public
9 agencies in the area to coordinate the delivery
10 of such services to individuals in the area).

11 (B) The system provides for the participa-
12 tion of multiple agencies and providers that
13 serve the needs of children in the area (includ-
14 ing agencies and providers involved with child
15 welfare, education, juvenile justice, health care,
16 mental health, and substance abuse prevention
17 and treatment).

18 (C) The system provides for the involve-
19 ment of the families of children to whom mental
20 illness and substance abuse services are pro-
21 vided in the planning of treatment and the de-
22 livery of services.

23 (D) The system provides for the develop-
24 ment and implementation of individualized
25 treatment plans through multidisciplinary or

1 multiagency teams that are recognized and fol-
2 lowed by the applicable agencies and providers
3 in the area.

4 (E) The system ensures the delivery and
5 coordination of the range of mental illness and
6 substance abuse services required by children
7 under 22 years of age.

8 (F) The system provides for the manage-
9 ment of the individualized treatment plans de-
10 scribed in subparagraph (D) and for a flexible
11 response to changes in treatment needs over
12 time.

13 (g) OTHER DEFINITIONS.—For purposes of this sub-
14 title:

15 (1) CASE MANAGEMENT.—The term “case man-
16 agement” means services that assist individuals in
17 gaining access to needed medical, social, educational,
18 and other services.

19 (2) DIAGNOSABLE MENTAL DISORDER AND
20 DIAGNOSABLE SUBSTANCE ABUSE DISORDER.—The
21 terms “diagnosable mental disorder” and
22 “diagnosable substance abuse disorder” mean a dis-
23 order that—

24 (A) is listed in the Diagnostic and Statis-
25 tical Manual of Mental Disorders, Third Edi-

tion, Revised or a revised version of such manual (except V Codes for Conditions Not Attributable to a Mental Disorder That Are a Focus of Attention or Treatment);

(B) is the equivalent of a disorder described in subparagraph (A), but is listed in the International Classification of Diseases, 9th Revision, Clinical Modification, Third Edition or a revised version of such text; or

(C) is listed in any authoritative text specifying diagnostic criteria for mental disorders or substance abuse disorders that is identified by the National Health Board.

(3) PSYCHIATRIC HOSPITAL.—The term “psychiatric hospital” has the meaning given such term in section 1861(f) of the Social Security Act, except that such term shall include—

(A) in the case of an item or service provided to an individual whose applicable health plan is specified pursuant to section 1004(b)(1), a facility of the uniformed services under title 10, United States Code, that is engaged in providing services to inpatients that are equivalent to the services provided by a psychiatric hospital;

(B) in the case of an item or service provided to an individual whose applicable health plan is specified pursuant to section 1004(b)(2), a facility operated by the Department of Veterans Affairs that is engaged in providing services to inpatients that are equivalent to the services provided by a psychiatric hospital; and

(C) in the case of an item or service provided to an individual whose applicable health plan is specified pursuant to section 1004(b)(3), a facility operated by the Indian Health Service that is engaged in providing services to inpatients that are equivalent to the services provided by a psychiatric hospital.

**SEC. 1116. FAMILY PLANNING SERVICES AND SERVICES
FOR PREGNANT WOMEN.**

The services described in this section are the following items and services:

(1) Voluntary family planning services.

(2) Contraceptive devices that—

(A) may only be dispensed upon prescription; and

(B) are subject to approval by the Secretary of Health and Human Services under the Federal Food, Drug, and Cosmetic Act.

1 (3) Services for pregnant women.

2 SEC. 1117. HOSPICE CARE.

3 The hospice care described in this section is the items
4 and services described in paragraph (1) of section
5 1861(dd) of the Social Security Act, as defined in para-
6 graphs (2), (3), and (4)(A) of such section (with the ex-
7 ception of paragraph (2)(A)(iii)), except that all references
8 to the Secretary of Health and Human Services in such
9 paragraphs shall be treated as references to the National
10 Health Board.

11 SEC. 1118. HOME HEALTH CARE.

12 (a) COVERAGE.—The home health care described in
13 this section is—

14 (1) the items and services described in section
15 1861(m) of the Social Security Act; and

16 (2) home infusion drug therapy services de-
17 scribed in section 1861(ll) of the Social Security Act
18 (as inserted by section 2005).

19 (b) LIMITATIONS.—Coverage for home health care is
20 subject to the following limitations:

21 (1) INPATIENT TREATMENT ALTERNATIVE.—

22 Such care is covered only as an alternative to inpa-
23 tient treatment in a hospital, skilled nursing facility,
24 or rehabilitation facility ~~after an illness or injury.~~

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1 (2) REEVALUATION.—At the end of each 60-
2 day period of home health care, the need for contin-
3 ued care shall be reevaluated by the person who is
4 primarily responsible for providing the home health
5 care. Additional periods of care are covered only if
6 such person determines that the requirement in
7 paragraph (1) is satisfied.

8 SEC. 1119. EXTENDED CARE SERVICES.

9 (a) COVERAGE.—The extended care services de-
10 scribed in this section are the items and services described
11 in section 1861(h) of the Social Security Act when pro-
12 vided to an inpatient of a skilled nursing facility or a reha-
13 bilitation facility.

14 (b) LIMITATIONS.—Coverage for extended care serv-
15 ices is subject to the following limitations:

16 (1) HOSPITAL ALTERNATIVE.—Such services
17 are covered only as an alternative to inpatient treat-
18 ment in a hospital ~~after an illness or injury.~~

19 (2) ANNUAL LIMIT.—Such services are subject
20 to an aggregate annual limit of 100 days.

21 (c) DEFINITIONS.—For purposes of this subtitle:

22 (1) REHABILITATION FACILITY.—The term “re-
23 habilitation facility” means an institution (or a dis-
24 tinct part of an institution) which is established and
25 operated for the purpose of providing diagnostic,

1 therapeutic, and rehabilitation services ~~to individuals~~
2 ~~for rehabilitation from illness or injury~~. Such term
3 shall include a unit of a hospital (as defined in sec-
4 tion 1111(c)(1).

5 (2) SKILLED NURSING FACILITY.—The term
6 “skilled nursing facility” means an institution (or a
7 distinct part of an institution) which is primarily en-
8 gaged in providing to residents—

9 (A) skilled nursing care and related serv-
10 ices for residents who require medical or nurs-
11 ing care; or

12 (B) rehabilitation services ~~to residents for~~
13 ~~rehabilitation from illness or injury~~.

14 SEC. 1120. TRANSPORTATION SERVICES.

15 (a) COVERAGE.—The transportation services de-
16 scribed in this section are the following items and services:

17 (1) Ambulance services consisting of—

18 (A) Ground transportation by ambulance;

19 (B) Air transportation by an aircraft
20 equipped for transporting an injured or sick in-
21 dividual; and

22 (C) Water transportation by a vessel
23 equipped for transporting an injured or sick in-
24 dividual.

1 (2) Inter-island air transportation (consisting of
2 one round-trip for one complete series of treatments)
3 in cases in which there is no other reasonable meth-
4 od of transportation available in order for an indi-
5 vidual to receive an item or service described in this
6 subtitle that is not available on the island on which
7 the individual resides.

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8 (3) Inter-island air transportation necessary for
9 one companion to accompany an individual described
10 in paragraph (2) in cases in which the individual is
11 less than 18 years of age or otherwise incapable of
12 traveling alone.

13 (b) LIMITATIONS.—Coverage for ambulance services
14 described in subsection (a)(1) is subject to the following
15 limitations:

16 (1) MEDICAL INDICATION.—Such services are
17 covered only in cases in which the use of an ambu-
18 lance is indicated by the medical condition of the in-
19 dividual concerned.

20 (2) AIR TRANSPORT.—Ambulance services con-
21 sisting of air transportation are covered only in
22 cases in which there is no other method of transpor-
23 tation or where the use of another method of trans-
24 portation is contra-indicated by the medical condi-
25 tion of the individual concerned.

Why not
apply this
std to
inter-island
air transport.

1 (3) WATER TRANSPORT.—Ambulance services
2 consisting of water transportation is covered only in
3 cases in which there is no other method of transpor-
4 tation or where the use of another method of trans-
5 portation is contra-indicated by the medical condi-
6 tion of the individual concerned.

7 SEC. 1121. OUTPATIENT LABORATORY, RADIOLOGY, AND DI-
8 AGNOSTIC SERVICES.

9 The items and services described in this section are
10 laboratory, radiology, and diagnostic services provided
11 upon prescription to individuals who are not inpatients of
12 a hospital, hospice, skilled nursing facility, or rehabilita-
13 tion facility.

14 SEC. 1122. OUTPATIENT PRESCRIPTION DRUGS AND
15 BIOLOGICALS.

16 (a) COVERAGE.—The items described in this section
17 are the following:

18 (1) Covered outpatient drugs described in sec-
19 tion 1861(t) of the Social Security Act (as amended
20 by section 2001(b))—

21 (A) except that, for purposes of this sec-
22 tion, a medically accepted indication with re-
23 spect to the use of a covered outpatient drug in-
24 cludes any use which has been approved by the

1 Food and Drug Administration for the drug,
2 and includes another use of the drug if—

3 (i) the drug has been approved by the
4 Food and Drug Administration; and

5 (ii) such use is supported by one or
6 more citations which are included (or ap-
7 proved for inclusion) in one or more of the
8 following compendia: the American Hos-
9 pital Formulary Service-Drug Information,
10 the American Medical Association Drug
11 Evaluations, the United States Pharma-
12 copoeia-Drug Information, and other au-
13 thoritative compendia as identified by the
14 Secretary, unless the Secretary has deter-
15 mined that the use is not medically appro-
16 priate or the use is identified as not indi-
17 cated in one or more such compendia; or

18 (iii) such use is medically accepted
19 based on supportive clinical evidence in
20 peer reviewed medical literature appearing
21 in publications which have been identified
22 for purposes of this clause by the Sec-
23 retary; and

24 (B) notwithstanding any exclusion from
25 coverage that may be made with respect to such

1 a drug under title XVIII of such Act pursuant
2 to section 1862(a)(18) of such Act.

3 (2) Blood clotting factors when provided on an
4 outpatient basis.

5 (b) REVISION OF COMPENDIA LIST.—The Secretary
6 may revise the list of compendia in subsection (a)(1)(A)(ii)
7 designated as appropriate for identifying medically accept-
8 ed indications for drugs.

9 (c) BLOOD CLOTTING FACTORS.—For purposes of
10 this subtitle, the term “blood clotting factors” has the
11 meaning given such term in section 1861(s)(2)(I) of the
12 Social Security Act.

13 SEC. 1123. OUTPATIENT REHABILITATION SERVICES.

14 (a) COVERAGE.—The outpatient rehabilitation serv-
15 ices described in this section are—

16 (1) outpatient occupational therapy;

17 (2) outpatient physical therapy; and

18 (3) outpatient speech^{-language}/pathology services ~~for the~~
19 ~~purpose of attaining or restoring speech~~ and audiology
20 ^{services} ~~services~~

21 (4) outpatient vision-related rehabilitation serv-
22 ices.

23 (b) LIMITATIONS.—Coverage for outpatient rehabili-
24 tation services is subject to the following limitations:

25 (1) RESTORATION OF CAPACITY OR MINIMIZA-
TION OF LIMITATIONS.—The services described in

lost

1 paragraphs (1), (2), and (3) of subsection (a) in-
2 clude only items or services used to maintain or re-
3 store functional capacity or minimize limitations on
4 physical and cognitive functions as a result of an ill-
5 ness, injury, disorder, or other health condition.

6 (2) RESTORATION OR PREVENTION OF DETE-
7 RIORATION IN FUNCTIONING.—The services de-
8 scribed in subsection (a)(4) include only items or
9 services used to restore, or prevent deterioration in,
10 independent functioning.

] Cost

11 (3) REEVALUATION.—At the end of each 60-
12 day period of outpatient rehabilitation services, the
13 need for continued services shall be reevaluated by
14 the person who is primarily responsible for providing
15 the services. Additional periods of services are cov-
16 ered only if such person determines that functioning
17 is improving or being maintained.

] Cost

18 SEC. 1124. DURABLE MEDICAL EQUIPMENT AND PROS-
19 THETIC AND ORTHOTIC DEVICES.

20 (a) COVERAGE.—The items and services described in
21 this section are—

22 (1) durable medical equipment, ~~including repair~~
23 ~~of equipment that is damaged and replacement of~~
24 ~~equipment that is worn out or damaged;~~ C.

1 ~~(2) accessories and supplies that are used di-~~
 2 ~~rectly with durable medical equipment or that are~~
 3 ~~necessary for repair, function, and maintenance of~~
 4 ~~such equipment;~~

5 ² (3) prosthetic devices (other than dental de-
 6 vices) which replace all or part of the function of an
 7 internal body organ (including colostomy bags and
 8 supplies directly related to colostomy care), including
 9 replacement of such devices;

10 ~~(4) accessories and supplies which are used di-~~
 11 ~~rectly with a prosthetic device to achieve the thera-~~
 12 ~~peutic benefits of the prosthesis or to assure the~~
 13 ~~proper functioning of the device;~~

14 ³ (5) ^{orthotics (} leg, arm, back, and neck braces ^{and prosthetics}

15 ⁴ (6) (artificial legs, arms, and eyes) ^{including re-}
 16 ~~placements if required because of a change in the~~
 17 ~~patient's physical condition; and~~

18 ⁵ (7) fitting ^(including adjustments) and training for use of the items de-
 19 scribed in paragraphs (1) through (6).

20 (b) LIMITATION.—An item or service described in
 21 this section is covered only if it—

22 (1) improves functional ability; or

23 (2) prevents, minimizes, or stabilizes further de-
 24 terioration in function.

Cost ?

(4) (x)
over

- * (A) accessories and supplies which are used directly with equipment or devices described in paragraphs (1) - (3) to achieve the therapeutic benefits of such equipment or devices or to assure the proper functioning of such equipment or devices,
- (B) Replacements of such equipment or devices when required in cases of loss, irreparable damage, wear, or because of a change in the patient's condition, and
- (C) repair and maintenance of such equipment and devices;

(c) DURABLE MEDICAL EQUIPMENT.—For purposes of this subtitle, the term “durable medical equipment” includes the equipment described in section 1861(n) of the Social Security Act, bathtub lifts, grab bars, and mobility canes.

but limited
to use "in
home"

SEC. 1125. VISION AND HEARING CARE.

(a) COVERAGE.—

(1) VISION CARE.—The vision care described in this section is routine eye examinations, diagnosis, and treatment for defects in vision.

(2) HEARING CARE.—The hearing care described in this section is hearing aids, but only upon a determination of a certified audiologist or physician that a hearing problem exists and is caused by a condition that can be corrected by use of a hearing aid.

(b) LIMITATION.—Eyeglasses, contact lenses, and hearing aids are covered only for individuals less than 18 years of age, according to a periodicity schedule established by the Board.

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.01 to single
.02 couple
1.76 4 ad. sum
1.50 2 ad. sum
Is this right
given their
language?

SEC. 1126. DENTAL CARE.

(a) COVERAGE.—The dental care described in this section is the following:

(1) Emergency dental treatment, including simple extractions, for acute infections, bleeding, and

1 injuries to natural teeth and oral structures for con-
2 ditions requiring immediate attention to prevent
3 risks to life or significant medical complications, as
4 specified by the National Health Board.

5 (2) Prevention and diagnosis of dental disease,
6 including oral dental examinations, radiographs,
7 dental sealants, fluoride application, and dental pro-
8 phylaxis.

9 (3) Treatment of dental disease, including rou-
10 tine fillings, prosthetics for ~~genetic~~ ^{congenital} defects, periodon-
11 tal maintenance, and endodontic services.

12 (4) Space maintenance procedures to prevent
13 orthodontic complications.

14 (5) Interceptive orthodontic treatment to pre-
15 vent severe malocclusion.

16 (6) Any other dental care for individuals with
17 a seizure disorder that is required because of an ill-
18 ness, injury, disorder, or other health condition that
19 results from such seizure disorder.

(c) 4

20 (b) LIMITATIONS.—Coverage for dental care is sub-
21 ject to the following limitations:

22 (1) PREVENTION AND DIAGNOSIS.—Prior to
23 January 1, 2001, the items and services described in
24 subsection (a)(2) are covered only for individuals
25 less than 18 years of age. On or after such date,

1 such items and services are covered for all eligible
2 individuals enrolled under a health plan, except that
3 dental sealants are not covered for individuals 18
4 years of age or older.

5 (2) TREATMENT OF DENTAL DISEASE.—Prior
6 to January 1, 2001, the items and services described
7 in subsection (a)(3) are covered only for individuals
8 less than 18 years of age. On or after such date,
9 such items and services are covered for all eligible
10 individuals enrolled under a health plan, except that
11 endodontic services are not covered for individuals
12 18 years of age or older.

13 (3) SPACE MAINTENANCE.—The items and
14 services described in subsection (a)(4) are covered
15 only for individuals at least 3 years of age, but less
16 than 13 years of age and—

17 (A) are limited to posterior teeth;

18 (B) involve maintenance of a space or
19 spaces for permanent posterior teeth that would
20 otherwise be prevented from normal eruption if
21 the space were not maintained; and

22 (C) do not include a space maintainer that
23 is placed within 6 months of the expected erup-
24 tion of the permanent posterior tooth con-
25 cerned.

1 (4) INTERCEPTIVE ORTHODONTIC TREAT-
2 MENT.—Prior to January 1, 2001, the items and
3 services described in subsection (a)(5) are not cov-
4 ered. On or after such date, such items and services
5 are covered only for individuals at least 6 years of
6 age, but less than 12 years of age.

7 SEC. 1127. HEALTH EDUCATION CLASSES.

8 (a) COVERAGE.—Subject to subsection (b), the items
9 and services described in this section are health education
10 and training classes to encourage the reduction of behav-
11 ioral risk factors and to promote healthy activities. Such
12 education and training classes may include smoking ces-
13 sation, nutrition counseling, stress management, support
14 groups, and physical training classes.

15 (b) DISCRETION OF PLAN.—A health plan may offer
16 education and training classes at its discretion.

17 (c) CONSTRUCTION.—This section shall not be con-
18 strued to include or limit education or training that is pro-
19 vided in the course of the delivery of health professional
20 services (as defined in section 1112(c)).

21 SEC. 1128. INVESTIGATIONAL TREATMENTS.

22 (a) COVERAGE.—The items and services described in
23 this subsection are qualifying investigational treatments
24 that are administered for a life-threatening disease, dis-

1 order, or other health condition (as defined by the Na-
2 tional Health Board).

3 (b) ROUTINE CARE DURING INVESTIGATIONAL
4 TREATMENTS.—The comprehensive benefit package in-
5 cludes an item or service described in any other section
6 of this part, subject to the limitations and cost sharing
7 requirements applicable to the item or service, when the
8 item or service is provided to an individual in the course
9 of an investigational treatment, if—

10 (1) the treatment is a qualifying investigational
11 treatment; and

12 (2) the item or service would have been pro-
13 vided to the individual even if the individual were
14 not receiving the investigational treatment.

15 (c) DEFINITIONS.—For purposes of this subtitle:

16 (1) QUALIFYING INVESTIGATIONAL TREAT-
17 MENT.—The term “qualifying investigational treat-
18 ment” means a treatment—

19 (A) the effectiveness of which has not been
20 determined; and

21 (B) that is under clinical investigation as
22 part of an approved research trial.

23 (2) APPROVED RESEARCH TRIAL.—The term
24 “approved research trial” means—

1 (A) a research trial approved by the Sec-
2 retary of Health and Human Services, the Di-
3 rector of the National Institutes of Health, the
4 Commissioner of the Food and Drug Adminis-
5 tration, the Secretary of Veterans Affairs, the
6 Secretary of Defense, or a qualified nongovern-
7 mental research entity as defined in guidelines
8 of the National Institutes of Health; or

9 (B) a peer-reviewed and approved research
10 program, as defined by the Secretary of Health
11 and Human Services, conducted for the primary
12 purpose of determining whether or not a treat-
13 ment is safe, efficacious, or having any other
14 characteristic of a treatment which must be
15 demonstrated in order for the treatment to be
16 medically necessary or appropriate.

17 **PART 3—COST SHARING**

18 **SEC. 1131. COST SHARING.**

19 (a) **IN GENERAL.**—Each health plan shall offer to in- *ok*
20 dividuals enrolled under the plan one, but not more than
21 one, of the following cost sharing schedules, which sched-
22 ule shall be offered to all such enrollees:

23 (1) Lower cost sharing (described in section
24 1132).

1 (2) Higher cost sharing (described in section
2 1133).

3 (3) Combination cost sharing (described in sec-
4 tion 1134).

5 (b) COST SHARING FOR LOW-INCOME FAMILIES.—
6 For provisions relating to reducing cost sharing for certain
7 low-income families, see section 1271.

8 (c) DEDUCTIBLES, COST SHARING, AND OUT-OF-
9 POCKET LIMITS ON COST SHARING.—

10 (1) APPLICATION ON AN ANNUAL BASIS.—The
11 deductibles and out-of-pocket limits on cost sharing
12 for a year under the schedules referred to in sub-
13 section (a) shall be applied based upon expenses in-
14 curred for items and services furnished in the year.

15 (2) INDIVIDUAL AND FAMILY GENERAL
16 DEDUCTIBLES.—

17 (A) INDIVIDUAL.—Subject to subpara-
18 graph (B), with respect to an individual en-
19 rolled under a health plan (regardless of the
20 class of enrollment), any individual general de-
21 ductible in the cost sharing schedule offered by
22 the plan represents the amount of countable ex-
23 penses (as defined in subparagraph (C)) that
24 the individual may be required to incur in a
25 year before the plan incurs liability for expenses

1 for such items and services furnished to the in-
2 dividual.

3 (B) FAMILY.—In the case of an individual
4 enrolled under a health plan under a family
5 class of enrollment (as defined in section
6 1011(c)(2)(A)), the individual general deduct-
7 ible under subparagraph (A) shall not apply to
8 countable expenses incurred by any member of
9 the individual's family in a year at such time as
10 the family has incurred, in the aggregate,
11 countable expenses in the amount of the family
12 general deductible for the year.

13 (C) COUNTABLE EXPENSE.—In this para-
14 graph, the term “countable expense” means,
15 with respect to an individual for a year, an ex-
16 pense for an item or service covered by the
17 comprehensive benefit package that is subject
18 to the general deductible and for which, but for
19 such deductible and any other cost sharing
20 under this subtitle, a health plan is liable for
21 payment. The amount of countable expenses for
22 an individual for a year under this paragraph
23 shall not exceed the individual general deduct-
24 ible for the year.

1 (3) COINSURANCE AND COPAYMENTS.—After a
2 general or separate deductible that applies to an
3 item or service covered by the comprehensive benefit
4 package has been satisfied for a year, subject to
5 paragraph (4), coinsurance and copayments are
6 amounts (expressed as a percentage of an amount
7 otherwise payable or as a dollar amount, respec-
8 tively) that an individual may be required to pay
9 with respect to the item or service.

10 (4) INDIVIDUAL AND FAMILY LIMITS ON COST
11 SHARING.—

12 (A) INDIVIDUAL.—Subject to subpara-
13 graph (B), with respect to an individual en-
14 rolled under a health plan (regardless of the
15 class of enrollment), the individual out-of-pock-
16 et limit on cost sharing in the cost sharing
17 schedule offered by the plan represents the
18 amount of expenses that the individual may be
19 required to incur under the plan in a year be-
20 cause of a general deductible, separate
21 deductibles, copayments, and coinsurance before
22 the plan may no longer impose any cost sharing
23 with respect to items or services covered by the
24 comprehensive benefit package that are pro-
25 vided to the individual, except as provided in

1 subsections (d)(2)(E) and (e)(2)(E) of section
2 1115.

3 (B) FAMILY.—In the case of an individual
4 enrolled under a health plan under a family
5 class of enrollment (as defined in section
6 1011(c)(2)(A)), the family out-of-pocket limit
7 on cost sharing in the cost sharing schedule of-
8 fered by the plan represents the amount of ex-
9 penses that members of the individual's family,
10 in the aggregate, may be required to incur
11 under the plan in a year because of a general
12 deductible, separate deductibles, copayments,
13 and coinsurance before the plan may no longer
14 impose any cost sharing with respect to items
15 or services covered by the comprehensive benefit
16 package that are provided to any member of the
17 individual's family, except as provided in sub-
18 sections (d)(2)(E) and (e)(2)(E) of section
19 1115.

20 **SEC. 1132. LOWER COST SHARING.**

21 (a) IN GENERAL.—The lower cost sharing schedule
22 referred to in section 1131 that is offered by a health
23 plan—

24 (1) may not include a deductible;

25 (2) shall have—

1 (A) an annual individual out-of-pocket
2 limit on cost sharing of \$1500; and

3 (B) an annual family out-of-pocket limit on
4 cost sharing of \$3000;

5 (3) except as provided in paragraph (4)—

6 (A) shall prohibit payment of any coinsur-
7 ance; and

8 (B) subject to section 1152, shall require
9 payment of the copayment for an item or serv-
10 ice (if any) that is specified for the item or
11 service in the table under section 1135; and

12 (4) shall require payment of coinsurance for an
13 out-of-network item or service (as defined in section
14 1902(34)) in an amount that is a percentage (deter-
15 mined under subsection (b)) of the applicable pay-
16 ment rate for the item or service established under
17 section 1225, but only if the item or service is sub-
18 ject to coinsurance under the higher cost sharing
19 schedule described in section 1133.

Fix -
except
preventive

20 (b) OUT-OF-NETWORK COINSURANCE PERCENT-
21 AGE.—

22 (1) IN GENERAL.—The National Health Board
23 shall determine a percentage referred to in sub-
24 section (a)(4). The percentage—

25 (A) may not be less than 20 percent; and

(B) shall be the same with respect to all out-of-network items and services that are subject to coinsurance, except as provided in paragraph (2).

(2) EXCEPTION.—The National Health Board may provide for a percentage that is greater than a percentage determined under paragraph (1) in the case of an out-of-network item or service for which, under the higher cost sharing schedule described in section 1133, the coinsurance is greater than 20 percent of the applicable payment rate.

SEC. 1133. HIGHER COST SHARING.

(a) IN GENERAL.—The higher cost sharing schedule referred to in section 1131 that is offered by a health plan—

(1) shall have an annual individual general deductible of \$200 and an annual family general deductible of \$400 that apply with respect to expenses incurred for all items and services in the comprehensive benefit package except—

(A) an item or service with respect to which a separate individual deductible applies under paragraph (2), (3), or (4); or

Conform?
Preventive
services?

1 (B) an item or service described in para-
2 graph (5), (6), or (7) with respect to which a
3 deductible does not apply;

4 (2) ^{prior to Jan. 1, 2001} ~~shall~~ require an individual to incur expenses
5 during each episode of inpatient and residential
6 mental illness and substance abuse treatment (de-
7 scribed in section 1115(c)) equal to the cost of one
8 day of such treatment before the plan provides bene-
9 fits for such treatment to the individual;

10 (3) ^{prior to Jan. 1, 2001} ~~shall~~ require an individual to incur expenses
11 during each episode of intensive nonresidential men-
12 tal illness and substance abuse treatment (described
13 in section 1115(d)) equal to the cost of one day of
14 such treatment before the plan provides benefits for
15 such treatment to the individual;

16 (4) ~~shall~~ require an individual to incur expenses
17 in a year for outpatient prescription drugs and
18 biologicals (described in section 1122) equal to \$250
19 before the plan provides benefits for such items to
20 the individual;

21 (5) shall require an individual to incur expenses
22 in a year for dental care described in section 1126,
23 except the items and services for prevention and di-
24 agnosis of dental disease described in section

1 1126(a)(2), equal to \$50 before the plan provides
2 benefits for such care to the individual;

3 (6) may not require any deductible for clinical
4 preventive services (described in section 1114);

5 (7) may not require any deductible for vol-
6 untary family planning services, clinician visits and
7 associated services related to prenatal care, or 1
8 post-partum visit under section 1116;

9 (8) may not require any deductible for the
10 items and services for prevention and diagnosis of
11 dental disease described in section 1126(a)(2);

12 (9) shall have—

13 (A) an annual individual out-of-pocket
14 limit on cost sharing of \$1500; and

15 (B) an annual family out-of-pocket limit on
16 cost sharing of \$3000;

17 (10) shall prohibit payment of any copayment;
18 and

19 (11) subject to section 1152, shall require pay-
20 ment of the coinsurance for an item or service (if
21 any) that is specified for the item or service in the
22 table under section 1135.

23 (b) EPISODES OF TREATMENT.—

24 (1) INPATIENT AND RESIDENTIAL TREAT-
25 MENT.—For purposes of subsection (a)(2), an epi-

1 sode of inpatient and residential mental illness and
2 substance abuse treatment shall be considered to
3 begin on the date an individual is admitted to a fa-
4 cility for such treatment and to end on the date the
5 individual is discharged from the facility.

6 (2) INTENSIVE NONRESIDENTIAL TREAT-
7 MENT.—For purposes of subsection (a)(3), an epi-
8 sode of intensive nonresidential mental illness and
9 substance abuse treatment—

10 (A) shall be considered to begin on the
11 date an individual begins participating in a pro-
12 gram described in section 1115(d)(1)(A) and to
13 end on the date the individual ceases such par-
14 ticipation; or

15 (B) shall be considered to begin on the
16 date an individual begins receiving home-based
17 or behavioral aide services described in section
18 1115(d)(1)(B) and to end on the date the indi-
19 vidual ceases to receive such services.

20 SEC. 1134. COMBINATION COST SHARING.

21 (a) IN GENERAL.—The combination cost sharing
22 schedule referred to in section 1131 that is offered by a
23 health plan—

24 (1) shall have—

1 (A) an annual individual out-of-pocket
2 limit on cost sharing of \$1500; and

3 (B) an annual family out-of-pocket limit on
4 cost sharing of \$3000; and

5 (2) otherwise shall require different cost shar-
6 ing for in-network items and services than for out-
7 of-network items and services.

8 (b) IN-NETWORK ITEMS AND SERVICES.—With re-
9 spect to an in-network item or service (as defined in sec-
10 tion 1902(24)), the combination cost sharing schedule
11 that is offered by a health plan—

12 (1) may not apply a deductible;

13 (2) shall prohibit payment of any coinsurance;
14 and

15 (3) shall require payment of a copayment in ac-
16 cordance with the lower cost sharing schedule de-
17 scribed in section 1132.

18 (c) OUT-OF-NETWORK ITEMS AND SERVICES.—With
19 respect to an out-of-network item or service (as defined
20 in section 1902(34), the combination cost sharing schedule
21 that is offered by a health plan—

22 (1) shall require an individual and a family to
23 incur expenses before the plan provides benefits for
24 the item or service in accordance with the

1 deductibles under the higher cost sharing schedule
 2 described in section 1133;

3 (2) shall prohibit payment of any copayment;
 4 and

5 (3) shall require payment of coinsurance in ac-
 6 cordance with such schedule.

7 **SEC. 1135. TABLE OF COPAYMENTS AND COINSURANCE.**

8 (a) **IN GENERAL.**—The following table specifies, for
 9 different items and services, the copayments and coinsur-
 10 ance referred to in sections 1132 and 1133:

11

Copayments and Coinsurance for Items and Services

Benefit	Section	Lower Cost Sharing Schedule	Higher Cost Sharing Schedule
Inpatient hospital services	1111	No copayment	20 percent of applicable payment rate
Outpatient hospital services ..	1111	\$10 per visit	20 percent of applicable payment rate
Hospital emergency room services	1111	\$25 per visit (unless patient has an emergency medical condition as defined in section 1867(e)(1) of the Social Security Act)	20 percent of applicable payment rate
Services of health professionals	1112	\$10 per visit	20 percent of applicable payment rate
Emergency services other than hospital emergency room services	1113	\$25 per visit (unless patient has an emergency medical condition as defined in section 1867(e)(1) of the Social Security Act)	20 percent of applicable payment rate
Ambulatory medical and surgical services	1113	\$10 per visit	20 percent of applicable payment rate
Clinical preventive services	1114	No copayment	Review: No coinsurance

Copayments and Coinsurance for Items and Services—Continued

Benefit	Section	Lower Cost Sharing Schedule	Higher Cost Sharing Schedule
Inpatient and residential mental illness and substance abuse treatment	1115	No copayment	20 percent of applicable payment rate
Intensive nonresidential mental illness and substance abuse treatment (except treatment provided pursuant to section 1115(d)(2)(C)(ii))	1115	No copayment	20 percent of applicable payment rate
Intensive nonresidential mental illness and substance abuse treatment provided pursuant to section 1115(d)(2)(C)(ii)	1115	<i>until Jan. 1, 2001, and \$10 per visit thereafter</i> \$25 per visit	<i>20%</i> 50 percent of applicable payment rate
Outpatient mental illness and substance abuse treatment (except psychotherapy, collateral services, and case management)	1115	\$10 per visit	20 percent of applicable payment rate
Outpatient psychotherapy and collateral services	1115	\$25 per visit until January 1, 2001, and \$10 per visit thereafter	50 percent of applicable payment rate until January 1, 2001, and 20 percent thereafter
Case management	1115	No copayment	No coinsurance
Family planning and services for pregnant women (except voluntary family planning services, clinician visits and associated services related to prenatal care, and 1 post-partum visit)	1116	\$10 per visit	20 percent of applicable payment rate
Voluntary family planning services, clinician visits and associated services related to prenatal care, and 1 post-partum visit	1116	No copayment	No coinsurance
Hospice care	1117	No copayment	20 percent of applicable payment rate
Home health care	1118	No copayment	20 percent of applicable payment rate
Extended care services	1119	No copayment	20 percent of applicable payment rate
Transportation services	1120	No copayment	20 percent of applicable payment rate
Outpatient laboratory, radiology, and diagnostic services	1121	No copayment	20 percent of applicable payment rate

lost

Copayments and Coinsurance for Items and Services—Continued

Benefit	Section	Lower Cost Sharing Schedule	Higher Cost Sharing Schedule
Outpatient prescription drugs and biologicals	1122	\$5 per prescription	20 percent of applicable payment rate
Outpatient rehabilitation services	1123	\$10 per visit	20 percent of applicable payment rate
Durable medical equipment and prosthetic and orthotic devices	1124	No copayment	20 percent of applicable payment rate
Vision and hearing care	1125	\$10 per visit (No additional charge for 1 set of necessary eyeglasses for an individual less than 18 years of age)	20 percent of applicable payment rate
Dental care (except space maintenance procedures and interceptive orthodontic treatment)	1126	\$10 per visit	20 percent of applicable payment rate
Space maintenance procedures and interceptive orthodontic treatment	1126	\$20 per visit	40 percent of applicable payment rate
Health education classes	1127	All cost sharing rules determined by plans	All cost sharing rules determined by plans
Investigational treatment for life-threatening condition ...	1128	All cost sharing rules determined by plans	All cost sharing rules determined by plans

1 (b) APPLICABLE PAYMENT RATE.—For purposes of
2 this section, the term “applicable payment rate”, when
3 used with respect to an item or service, means the applica-
4 ble payment rate for the item or service established under
5 section 1225.

1 SEC. 1136. INDEXING DOLLAR AMOUNTS RELATING TO
2 COST SHARING.

3 (a) IN GENERAL.—Any deductible, copayment, out-
4 of-pocket limit on cost sharing, or other amount expressed
5 in dollars in this subtitle for items or services provided
6 in a year after 1994 shall be such amount increased by
7 the percentage specified in subsection (b) for the year.

8 (b) PERCENTAGE.—The percentage specified in this
9 subsection for a year is equal to the product of the factors
10 described in subsection (d) for the year and for each pre-
11 vious year after 1994, minus 1.

12 (c) ROUNDING.—Any increase (or decrease) under
13 subsection (a) shall be rounded, in the case of an amount
14 specified in this subtitle of—

15 (1) \$200 or less, to the nearest multiple of \$1,

16 (2) more than \$200, but less than \$500, to the
17 nearest multiple of \$5, or

18 (3) \$500 or more, to the nearest multiple of
19 \$10.

20 (d) FACTOR.—

21 (1) IN GENERAL.—The factor described in this
22 subsection for a year is 1 plus the general health
23 care inflation factor (as specified in section
24 6001(a)(3) and determined under paragraph (2)) for
25 the year.

1 (2) DETERMINATION.—In computing such fac-
2 tor for a year, the percentage increase in the CPI
3 for a year (referred to in section 6001(b)) shall be
4 determined based upon the percentage increase in
5 the average of the CPI for the 12-month period end-
6 ing with August 31 of the previous year over such
7 average for the preceding 12-month period.

8 **PART 4—EXCLUSIONS**

9 **SEC. 1141. EXCLUSIONS.**

10 (a) MEDICAL NECESSITY.—The comprehensive bene-
11 fit package does not include—

12 (1) an item or service that is not medically nec-
13 essary or appropriate; or

14 (2) an item or service that the National Health
15 Board may determine is not medically necessary or
16 appropriate in a regulation promulgated under sec-
17 tion 1154.

18 (b) ADDITIONAL EXCLUSIONS.—The comprehensive
19 benefit package does not include the following items and
20 services:

21 (1) Custodial care, except in the case of hospice
22 care under section 1117.

23 (2) Surgery and other procedures performed
24 solely for cosmetic purposes and hospital or other
25 services incident thereto, unless—

1 (A) required to correct a congenital anom-
2 aly; or

3 (B) required to restore or correct a part of
4 the body that has been altered as a result of—

5 (i) accidental injury;

6 (ii) disease; or

7 (iii) surgery that is otherwise covered
8 under this subtitle.

9 (3) Hearing aids for individuals at least 18
10 years of age.

11 (4) Eyeglasses and contact lenses for individ-
12 uals at least 18 years of age.

13 (5) In vitro fertilization services.

14 (6) Sex change surgery and related services.

15 (7) Private duty nursing.

16 (8) Personal comfort items, except in the case
17 of hospice care under section 1117.

18 (9) Any dental procedures involving orthodontic
19 care, inlays, gold or platinum fillings, bridges,
20 crowns, pin/post retention, dental implants, surgical
21 periodontal procedures, or the preparation of the
22 mouth for the fitting or continued use of dentures,
23 except as specifically described in section 1126.

1 **PART 5—ROLE OF THE NATIONAL HEALTH**
2 **BOARD**

3 **SEC. 1151. DEFINITION OF BENEFITS.**

4 (a) **IN GENERAL.**—The National Health Board may
5 promulgate such regulations or establish such guidelines
6 as may be necessary to assure uniformity in the applica-
7 tion of the comprehensive benefit package across all health
8 plans.

9 (b) **FLEXIBILITY IN DELIVERY.**—The regulations or
10 guidelines under subsection (a) shall permit a health plan
11 to deliver covered items and services to individuals enrolled
12 under the plan using the providers and methods that the
13 plan determines to be appropriate.

14 **SEC. 1152. ACCELERATION OF EXPANDED BENEFITS.**

15 (a) **IN GENERAL.**—Subject to subsection (b), at any
16 time prior to January 1, 2001, the National Health
17 Board, in its discretion, may by regulation expand the
18 comprehensive benefit package by—

19 (1) adding any item or service that is added to
20 the package as of January 1, 2001; and

21 (2) requiring that a cost sharing schedule de-
22 scribed in part 3 of this subtitle reflect (wholly or
23 in part) any of the cost sharing requirements that
24 apply to the schedule as of January 1, 2001.

25 No such expansion shall be effective except as of January
26 1 of a year.

1 (b) CONDITION.—The Board may not expand the
2 benefit package under subsection (a) which is to become
3 effective with respect to a year, by adding any item or
4 service or altering any cost sharing schedule, unless the
5 Board estimates that the additional increase in per capita
6 health care expenditures resulting from the addition or al-
7 teration, with respect to each community-rating area for
8 the year, will not cause any community-rating area to ex-
9 ceed its per capita target (as determined under section
10 6003).

We still do not
know how this
works?



11 SEC. 1153. AUTHORITY WITH RESPECT TO CLINICAL PRE-
12 VENTIVE SERVICES.

13 (a) IN GENERAL.—With respect to clinical preventive
14 services described in section 1114, the National Health
15 Board—

16 (1) shall specify and define specific items and
17 services as clinical preventive services for high risk
18 populations and shall establish and update a perio-
19 dicity schedule for such items and services;

20 (2) shall update the periodicity schedules for
21 the age-appropriate immunizations, tests, and clini-
22 cian visits specified in subsections (b) through (h) of
23 such section;

24 (3) shall establish rules with respect to coverage
25 for an immunization, test, or clinician visit that is

1 not provided to an individual during the age range
2 for such immunization, test, or clinician visit that is
3 specified in one of subsections (b) through (h) of
4 such section; and

5 (4) may otherwise modify the items and services
6 described in such section, taking into account age
7 and other risk factors, but may not modify the cost
8 sharing for any such item or service.

9 (b) CONSULTATION.—In performing the functions de-
10 scribed in subsection (a), the National Health Board shall
11 consult with experts in clinical preventive services and en-
12 vironmental and occupational health.

13 **SEC. 1154. ESTABLISHMENT OF STANDARDS REGARDING**
14 **MEDICAL NECESSITY.**

15 The National Health Board may promulgate such
16 regulations as may be necessary to carry out section
17 1141(a)(2) (relating to the exclusion of certain services
18 that are not medically necessary or appropriate).

19 **PART 6—ADDITIONAL PROVISIONS RELATING TO**
20 **HEALTH CARE PROVIDERS**

21 **SEC. 1161. OVERRIDE OF RESTRICTIVE STATE PRACTICE**
22 **LAWS.**

23 No State may, through licensure or otherwise, re-
24 strict the practice of any class of health professionals be-

*Determined by
who?*

Good

→

*(otherwise
recognized as
a class of provider
by such state)*

1 yond what is justified by the skills and training of such
2 professionals.

3 **SEC. 1162. PROVISION OF ITEMS OR SERVICES CONTRARY**
4 **TO RELIGIOUS BELIEF OR MORAL CONVIC-**
5 **TION.**

6 A health professional or a health facility may not be
7 required to provide an item or service in the comprehen-
8 sive benefit package if the professional or facility objects
9 to doing so on the basis of a religious belief or moral con-
10 viction.