

AMENDED IN ASSEMBLY APRIL 6, 2011

CALIFORNIA LEGISLATURE—2011–12 REGULAR SESSION

ASSEMBLY BILL

No. 171

Introduced by Assembly Member Beall

(Coauthors: Assembly Members Ammiano, Blumenfield, Brownley, Carter, Chesbro, Eng, Huffman, Mitchell, Swanson, Williams, and Yamada)

January 20, 2011

An act to add Section 1374.73 to the Health and Safety Code, and to add Section 10144.51 to the Insurance Code, relating to health care coverage.

LEGISLATIVE COUNSEL'S DIGEST

AB 171, as amended, Beall. Autism spectrum disorder.

(1) Existing law provides for licensing and regulation of health care service plans by the Department of Managed Health Care. A willful violation of these provisions is a crime. Existing law provides for licensing and regulation of health insurers by the Insurance Commissioner. Existing law requires health care service plan contracts and health insurance policies to provide benefits for specified conditions, including certain mental health conditions.

This bill would require health care service plan contracts and health insurance policies to provide coverage for the screening, diagnosis, and treatment of autism spectrum disorders. The bill would, however, provide that no benefits are required to be provided by a health benefit plan offered through the California Health Benefit Exchange that exceed the essential health benefits required under federal law. The bill would prohibit coverage from being denied for specified reasons. Because the

bill would change the definition of a crime with respect to health care service plans, it would thereby impose a state-mandated local program.

(2) The California Constitution requires the state to reimburse local agencies and school districts for certain costs mandated by the state. Statutory provisions establish procedures for making that reimbursement.

This bill would provide that no reimbursement is required by this act for a specified reason.

Vote: majority. Appropriation: no. Fiscal committee: yes.

State-mandated local program: yes.

The people of the State of California do enact as follows:

1 SECTION 1. Section 1374.73 is added to the Health and Safety
2 Code, to read:

3 1374.73. (a) Every health care service plan contract issued,
4 amended, or renewed on or after January 1, 2012, that provides
5 hospital, medical, or surgical coverage shall provide coverage for
6 the screening, diagnosis, and treatment of autism spectrum
7 disorders.~~A~~

8 (b) A health care service plan shall not terminate coverage, or
9 refuse to deliver, execute, issue, amend, adjust, or renew coverage,
10 to an enrollee solely because the individual is diagnosed with, or
11 has received treatment for, an autism spectrum disorder.

12 ~~(b)~~

13 (c) Coverage required to be provided under this section shall
14 extend to all medically necessary services and shall not be subject
15 to any limits regarding age, number of visits, or dollar amounts.
16 Coverage required to be provided under this section shall not be
17 subject to provisions relating to lifetime maximums, deductibles,
18 copayments, or coinsurance or other terms and conditions that are
19 less favorable to an enrollee than lifetime maximums, deductibles,
20 copayments, or coinsurance or other terms and conditions that
21 apply to physical illness generally under the plan contract.

22 ~~(c)~~

23 (d) Coverage required to be provided under this section is a
24 health care service and a covered health care benefit for purposes
25 of this chapter. Coverage shall not be denied on the basis that the
26 treatment is habilitative, nonrestorative, educational, academic, or
27 custodial in nature.

28 ~~(d)~~

1 (e) A health care service plan may request, no more than once
2 annually, a review of treatment provided to an enrollee for autism
3 spectrum disorders. The cost of obtaining the review shall be borne
4 by the plan. This subdivision does not apply to inpatient services.

5 ~~(e)~~

6 (f) A health care service plan shall establish and maintain an
7 adequate network of qualified autism service providers with
8 appropriate training and experience in autism spectrum disorders
9 to ensure that enrollees have a choice of providers, and have timely
10 access, continuity of care, and ready referral to all services required
11 to be provided by this section consistent with Sections 1367 and
12 1367.03 and the regulations adopted pursuant thereto.

13 ~~(f)~~

14 (g) (1) This section shall not be construed as reducing any
15 obligation to provide services to an enrollee under an individualized
16 family service plan, an individualized program plan, a prevention
17 program plan, an individualized education program, or an
18 individualized service plan.

19 (2) This section shall not be construed as limiting benefits that
20 are otherwise available to an enrollee under a health care service
21 plan.

22 (3) This section shall not be construed as affecting litigation
23 that is pending on January 1, 2012.

24 ~~(g)~~

25 (h) On and after January 1, 2014, to the extent that this section
26 requires health benefits to be provided that exceed the essential
27 health benefits required to be provided under Section 1302(b) of
28 the federal Patient Protection and Affordable Care Act (Public
29 Law 111-148), as amended by the federal Health Care and
30 Education Reconciliation Act of 2010 (Public Law 111-152) by
31 qualified health plans offering those benefits in the California
32 Health Benefit Exchange pursuant to Title 22 (commencing with
33 Section 100500) of the Government Code, the specific benefits
34 that exceed the federally required essential health benefits are not
35 required to be provided when offered by a health care service plan
36 contract through the Exchange. However, those specific benefits
37 are required to be provided if offered by a health care service plan
38 contract outside of the Exchange.

39 ~~(h)~~

(i) As used in this section, the following terms shall have the following meanings:

(1) “Autism spectrum disorder” means a neurobiological condition that includes autistic disorder, Asperger’s disorder, Rett’s disorder, childhood disintegrative disorder, and pervasive developmental disorder not otherwise specified.

(2) “Behavioral health treatment” means professional services and treatment programs, including behavioral intervention therapy, applied behavioral analysis, and other intensive behavioral programs, that have demonstrated efficacy to develop, maintain, or restore, to the maximum extent practicable, the functioning or quality of life of an individual and that have been demonstrated to treat the core symptoms associated with autism spectrum disorder.

(3) “Behavioral intervention therapy” means the design, implementation, and evaluation of environmental modifications, using behavioral stimuli and consequences, to produce socially significant improvement in behaviors, including the use of direct observation, measurement, and functional analyses of the relationship between environment and behavior.

(4) “Diagnosis of autism spectrum disorders” means medically necessary assessment, evaluations, or tests to diagnose whether an individual has one of the autism spectrum disorders.

(5) “Evidence-based research” means research that applies rigorous, systematic, and objective procedures to obtain valid knowledge relevant to autism spectrum disorders.

(6) “Pharmacy care” means medications prescribed by a licensed physician and surgeon or other appropriately licensed or certified provider and any health-related services deemed medically necessary to determine the need or effectiveness of the medications.

(7) “Psychiatric care” means direct or consultative psychiatric services provided by a psychiatrist or any other appropriately licensed or certified provider.

(8) “Psychological care” means direct or consultative psychological services provided by a psychologist or any other appropriately licensed or certified provider.

(9) “Therapeutic care” means services provided by licensed or certified speech therapists, occupational therapists, or physical therapists or any other appropriately licensed or certified provider.

1 (10) "Treatment for autism spectrum disorders" means all of
2 the following care, including necessary equipment, prescribed or
3 ordered for an individual diagnosed with one of the autism
4 spectrum disorders by a licensed physician and surgeon or a
5 licensed psychologist or any other appropriately licensed or
6 certified provider who determines the care to be medically
7 necessary:

8 (A) Behavioral health treatment.

9 (B) Pharmacy care.

10 (C) Psychiatric care.

11 (D) Psychological care.

12 (E) Therapeutic care.

13 (F) Any care for individuals with autism spectrum disorders
14 that is demonstrated, based upon best practices or evidence-based
15 research, to be medically necessary.

16 (j) *This section, with the exception of subdivision (b), shall not*
17 *apply to dental-only or vision-only health care service plan*
18 *contracts.*

19 SEC. 2. Section 10144.51 is added to the Insurance Code, to
20 read:

21 10144.51. (a) Every health insurance policy issued, amended,
22 or renewed on or after January 1, 2012, that provides hospital,
23 medical, or surgical coverage shall provide coverage for the
24 screening, diagnosis, and treatment of autism spectrum disorders.

25 A

26 (b) A health insurer shall not terminate coverage, or refuse to
27 deliver, execute, issue, amend, adjust, or renew coverage, to an
28 insured solely because the individual is diagnosed with, or has
29 received treatment for, an autism spectrum disorder.

30 (b)

31 (c) Coverage required to be provided under this section shall
32 extend to all medically necessary services and shall not be subject
33 to any limits regarding age, number of visits, or dollar amounts.
34 Coverage required to be provided under this section shall not be
35 subject to provisions relating to lifetime maximums, deductibles,
36 copayments, or coinsurance or other terms and conditions that are
37 less favorable to an insured than lifetime maximums, deductibles,
38 copayments, or coinsurance or other terms and conditions that
39 apply to physical illness generally under the policy.

40 (e)

1 (d) Coverage required to be provided under this section is a
2 health care service and a covered health care benefit for purposes
3 of this part. Coverage shall not be denied on the basis that the
4 treatment is habilitative, nonrestorative, educational, academic, or
5 custodial in nature.

6 ~~(d)~~

7 (e) A health insurer may request, no more than once annually,
8 a review of treatment provided to an insured for autism spectrum
9 disorders. The cost of obtaining the review shall be borne by the
10 insurer. This subdivision does not apply to inpatient services.

11 ~~(e)~~

12 (f) A health insurer shall establish and maintain an adequate
13 network of qualified autism service providers with appropriate
14 training and experience in autism spectrum disorders to ensure
15 that insureds have a choice of providers, and have timely access,
16 continuity of care, and ready referral to all services required to be
17 provided by this section consistent with Sections 10133.5 and
18 10133.55 and the regulations adopted pursuant thereto.

19 ~~(f)~~

20 (g) (1) This section shall not be construed as reducing any
21 obligation to provide services to an insured under an individualized
22 family service plan, an individualized program plan, a prevention
23 program plan, an individualized education program, or an
24 individualized service plan.

25 (2) This section shall not be construed as limiting benefits that
26 are otherwise available to an enrollee under a health insurance
27 policy.

28 (3) This section shall not be construed as affecting litigation
29 that is pending on January 1, 2012.

30 ~~(g)~~

31 (h) On and after January 1, 2014, to the extent that this section
32 requires health benefits to be provided that exceed the essential
33 health benefits required to be provided under Section 1302(b) of
34 the federal Patient Protection and Affordable Care Act (Public
35 Law 111-148), as amended by the federal Health Care and
36 Education Reconciliation Act of 2010 (Public Law 111-152) by
37 qualified health plans offering those benefits in the California
38 Health Benefit Exchange pursuant to Title 22 (commencing with
39 Section 100500) of the Government Code, the specific benefits
40 that exceed the federally required essential health benefits are not

1 required to be provided when offered by a health insurance policy
2 through the Exchange. However, those specific benefits are
3 required to be provided if offered by a health insurance policy
4 outside of the Exchange.

5 (h)

6 (i) As used in this section, the following terms shall have the
7 following meanings:

8 (1) “Autism spectrum disorder” means a neurobiological
9 condition that includes autistic disorder, Asperger’s disorder, Rett’s
10 disorder, childhood disintegrative disorder, and pervasive
11 developmental disorder not otherwise specified.

12 (2) “Behavioral health treatment” means professional services
13 and treatment programs, including behavioral intervention therapy,
14 applied behavioral analysis, and other intensive behavioral
15 programs, that have demonstrated efficacy to develop, maintain,
16 or restore, to the maximum extent practicable, the functioning or
17 quality of life of an individual and that have been demonstrated
18 to treat the core symptoms associated with autism spectrum
19 disorder.

20 (3) “Behavioral intervention therapy” means the design,
21 implementation, and evaluation of environmental modifications,
22 using behavioral stimuli and consequences, to produce socially
23 significant improvement in behaviors, including the use of direct
24 observation, measurement, and functional analyses of the
25 relationship between environment and behavior.

26 (4) “Diagnosis of autism spectrum disorders” means medically
27 necessary assessment, evaluations, or tests to diagnose whether
28 an individual has one of the autism spectrum disorders.

29 (5) “Evidence-based research” means research that applies
30 rigorous, systematic, and objective procedures to obtain valid
31 knowledge relevant to autism spectrum disorders.

32 (6) “Pharmacy care” means medications prescribed by a licensed
33 physician and surgeon or other appropriately licensed or certified
34 provider and any health-related services deemed medically
35 necessary to determine the need or effectiveness of the medications.

36 (7) “Psychiatric care” means direct or consultative psychiatric
37 services provided by a psychiatrist or any other appropriately
38 licensed or certified provider.

(8) “Psychological care” means direct or consultative psychological services provided by a psychologist or any other appropriately licensed or certified provider.

(9) “Therapeutic care” means services provided by licensed or certified speech therapists, occupational therapists, or physical therapists or any other appropriately licensed or certified provider.

(10) “Treatment for autism spectrum disorders” means all of the following care, including necessary equipment, prescribed or ordered for an individual diagnosed with one of the autism spectrum disorders by a licensed physician and surgeon or a licensed psychologist or any other appropriately licensed or certified provider who determines the care to be medically necessary:

(A) Behavioral health treatment.

(B) Pharmacy care.

(C) Psychiatric care.

(D) Psychological care.

(E) Therapeutic care.

(F) Any care for individuals with autism spectrum disorders that is demonstrated, based upon best practices or evidence-based research, to be medically necessary.

(j) This section, with the exception of subdivision (b), shall not apply to dental-only or vision-only health insurance policies.

SEC. 3. No reimbursement is required by this act pursuant to Section 6 of Article XIII B of the California Constitution because the only costs that may be incurred by a local agency or school district will be incurred because this act creates a new crime or infraction, eliminates a crime or infraction, or changes the penalty for a crime or infraction, within the meaning of Section 17556 of the Government Code, or changes the definition of a crime within the meaning of Section 6 of Article XIII B of the California Constitution.