



118th MAINE LEGISLATURE

FIRST REGULAR SESSION-1997

Legislative Document

No. 1371

H.P. 991

House of Representatives, March 4, 1997

An Act Regarding Compensation for Restricting Medical Care.

Reference to the Committee on Banking and Insurance suggested and ordered printed.

OSEPH W. MAYO, Clerk

Presented by Representative BRENNAN of Portland. Cosponsored by Representatives: FARNSWORTH of Portland, McELROY of Unity, QUINT of Portland, TOWNSEND of Portland, VOLENIK of Brooklin, Senators: DAGGETT of Kennebec, RAND of Cumberland.

Be it enacted by the People of the State of Maine as follows: 2 Sec. 1. 24 MRSA §2316-A is enacted to read: 4 §2316-A. Prohibition on certain incentive plans б 1. Definition. As used in this section, unless the context indicates otherwise, "health care practitioner" has the meaning 8 set forth in section 2502, subsection 1-A. 10 2. Prohibition. A contract between a nonprofit hospital or medical service organization and a health care practitioner or 12 health care practitioner group may not contain any incentive plan 14that includes specific payment made directly, in any type or form, to a health care practitioner or health care practitioner group as an inducement to deny, reduce, limit or delay specific, 16 necessary and appropriate services or treatment provided with respect to a specific subscriber or group of subscribers with 18 similar health conditions. 20 3. Construction. This section may not be construed to prohibit contracts that contain incentive plans that involve 22 general payments, such as capitation payments, or shared-risk arrangements that are not tied to specific health care decisions 24 involving specific subscribers or groups of subscribers with 26 similar health conditions. Sec. 2. 24 MRSA §2986 is enacted to read: 28 30 <u>§2986.</u> Prohibition on certain incentive plans 32 1. Prohibition. A subcontract between a health care practitioner or health care practitioner group that contracts 34 with an entity governed by chapter 19 or Title 24-A, chapter 33, 35, 55 or 56 and another health care practitioner or health care practitioner group may not contain any incentive plan that 36 includes a specific payment made, in any type or form, to a 38 health care practitioner or health care practitioner group as an inducement to deny, reduce, limit or delay specific, necessary 40 and appropriate services or treatment covered under the contract with an entity described in this subsection and provided with 42 respect to a specific patient or groups of patients with similar health conditions. 44 2. Construction. This section may not be construed to 46 prohibit contracts that contain incentive plans that involve general payments, such as capitation payments, or shared-risk 48arrangements that are not tied to specific health care decisions involving specific patients or groups of patients with similar

50 <u>health conditions.</u>

Sec. 3. 24-A MRSA §2753-A is enacted to read:

4 §2753-A. Prohibition on certain incentive plans

6 **1. Definition.** As used in this section, unless the context indicates otherwise, "health care practitioner" has the meaning 8 set forth in Title 24, section 2502, subsection 1-A.

 2. Prohibition. A contract between an individual or family health insurer and a health care practitioner or health care
practitioner group may not contain any incentive plan that includes specific payment made directly, in any type or form, to
a health care practitioner or health care practitioner group as an inducement to deny, reduce, limit or delay specific, necessary
and appropriate services or treatment provided with respect to a specific insured or group of insureds with similar health
conditions.

3. Construction. This section may not be construed to prohibit contracts that contain incentive plans that involve
general payments, such as capitation payments, or shared-risk arrangements that are not tied to specific health care decisions
involving specific insureds or groups of insureds with similar health conditions.

Sec. 4. 24-A MRSA §2823-C is enacted to read:

§2823-C. Prohibition on certain incentive plans

1. Definition. As used in this section, unless the context indicates otherwise, "health care practitioner" has the meaning set forth in Title 24, section 2502, subsection 1-A.

2. Prohibition. A contract between a group health insurer
and a health care practitioner or health care practitioner group
may not contain any incentive plan that includes specific payment
made directly, in any type or form, to a health care practitioner
or health care practitioner group as an inducement to deny,
reduce, limit or delay specific, necessary and appropriate
services or treatment provided with respect to a specific insured
or group of insureds with similar health conditions.

3. Construction. This section may not be construed to prohibit contracts that contain incentive plans that involve general payments, such as capitation payments, or shared-risk arrangements that are not tied to specific health care decisions involving specific insureds or groups of insureds with similar health conditions.

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Sec. 5. 24-A MRSA §4121-B is enacted to read:

2 §4121-B. Prohibition on certain incentive plans 4 1. Definition. As used in this section, unless the context 6 indicates otherwise, "health care practitioner" has the meaning set forth in Title 24, section 2502, subsection 1-A. 8 2. Prohibition. A contract between a society and a health care practitioner or health care practitioner group may not 10 contain any incentive plan that includes specific payment made directly, in any type or form, to a health care practitioner or 12 health care practitioner group as an inducement to deny, reduce, limit or delay specific, necessary and appropriate services or 14 treatment provided with respect to a specific benefits member or group of benefits members with similar health conditions. 16 3. Construction. This section may not be construed to 18prohibit contracts that contain incentive plans that involve 20 general payments, such as capitation payments, or shared-risk arrangements that are not tied to specific health care decisions 22 involving specific benefits members or groups of benefits members with similar health conditions. 24 Sec. 6. 24-A MRSA §4235-A is enacted to read: 26 §4235-B. Prohibition on certain incentive plans 28 1. Definition. As used in this section, unless the context indicates otherwise, "health care practitioner" has the meaning 30 set forth in Title 24, section 2502, subsection 1-A. 32 2. Prohibition. A contract between a health maintenance organization and a health care practitioner or health care 34 practitioner group may not contain any incentive plan that 36 includes specific payment made directly, in any type or form, to a health care practitioner or health care practitioner group as 38 an inducement to deny, reduce, limit or delay specific, necessary and appropriate services or treatment provided with respect to a specific enrollee or group of enrollees with similar health 40 conditions. 42 3. Construction. This section may not be construed to prohibit contracts that contain incentive plans that involve 44 general payments, such as capitation payments, or shared-risk 46 arrangements that are not tied to specific health care decisions

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health conditions.

involving specific enrollees or groups of enrollees with similar

SUMMARY

This bill prohibits health care practitioners from contracting with health care service organizations or insurers or 4 subcontracting with each other under such contracts to receive any inducement to deny or limit necessary and appropriate health 6 care services or treatment for covered patients.

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