

FILED JAN 8 1996

SENATE FILE 2008

BY JUDGE, HAMMOND, and
BOSWELL

Passed Senate, Date _____ Passed House, Date _____
Vote: Ayes _____ Nays _____ Vote: Ayes _____ Nays _____
Approved _____

A BILL FOR

1 An Act relating to medical services access through hospitals and
2 providers in rural counties by enrollees of managed care plans
3 or indemnity plans.

4 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF IOWA:

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1 Section 1. NEW SECTION. 514C.11 ACCESS TO FACILITIES BY
2 PROVIDERS UNDER MANAGED CARE HEALTH PLANS OR INDEMNITY PLANS.

3 1. Notwithstanding section 514C.6, a managed care health
4 plan or indemnity plan with a limited provider network shall
5 accept both of the following as providers or locations for
6 provision of services:

7 a. A provider licensed under Title IV, subtitle 3, who
8 agrees to the conditions of the provider contract required by
9 the managed care health plan or indemnity plan notwithstanding
10 that the provider maintains medical staff privileges in a
11 rural hospital if the point of delivery of services is located
12 in a rural county.

13 b. A rural hospital if the hospital agrees to the
14 conditions of the provider contract and the fees established
15 under the contract for specific services as required by the
16 managed care health plan or indemnity plan.

17 2. For the purposes of this section:

18 a. "Managed care health plan or indemnity plan with a
19 limited provider network" means a health maintenance
20 organization, organized delivery system, exclusive provider
21 organization, point of service plan, standard indemnity
22 insurance plan, or any similar plan providing for health care
23 services.

24 b. "Rural county" means a county with a population of
25 thirty-five thousand or less.

26 c. "Rural hospital" means a licensed hospital which is
27 located in a rural county and which is the only hospital
28 licensed in that county.

29 EXPLANATION

30 This bill requires a managed care health plan or indemnity
31 plan with a limited provider network to accept as health care
32 providers those providers who are licensed under Title IV,
33 subtitle 3, of the Iowa Code, if the point of delivery of
34 services is located in a rural county and if the provider
35 accepts the conditions of the provider contract required by

1 the managed care health plan or indemnity plan,
2 notwithstanding that the provider maintains active medical
3 staff privileges in a rural hospital. The bill also requires
4 that a managed care health plan or indemnity plan with a
5 limited provider network accept, as a location for the
6 provision of services, a rural hospital if the hospital agrees
7 to the conditions of the provider contract and the fees
8 established under the contract for specific services as
9 required by the managed care health plan or indemnity plan.
10 The bill also provides a definition of "managed care health
11 plan or indemnity plan with a limited provider network", of
12 "rural county", and of "rural hospital".

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