

HOUSE No. 3678

The Commonwealth of Massachusetts

PRESENTED BY:

Joyce A. Spiliotis

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

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

An Act Strengthening the Mandate Review Law .

PETITION OF:

NAME:

DISTRICT/ADDRESS:

The Commonwealth of Massachusetts

In the Year Two Thousand and Nine

AN ACT STRENGTHENING THE MANDATE REVIEW LAW .

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

1 SECTION 1. Subsection (a) of section 38C of chapter 3 of the General Laws, is hereby
2 amended by deleting the first paragraph in its entirety and inserting in place thereof the
3 following:

4 Section 38C. (a) For the purposes of this section, a mandated health benefit proposal is one that
5 mandates health insurance coverage for specific health services, specific diseases or certain
6 providers of health care services or that affects the operations of health insurers in the
7 administration of health insurance coverage as part of a policy or policies of group life and
8 accidental death and dismemberment insurance covering persons in the service of the
9 commonwealth, and group general or blanket insurance providing hospital, surgical, medical,
10 dental, and other health insurance benefits covering persons in the service of the commonwealth,
11 and their dependents organized under chapter 32A, individual or group health insurance policies
12 offered by an insurer licensed or otherwise authorized to transact accident or health insurance
13 organized under chapter 175, a nonprofit hospital service corporation organized under chapter
14 176A, a nonprofit medical service corporation organized under chapter 176B, a health
15 maintenance organization organized under chapter 176G, or an organization entering into a
16 preferred provider arrangement under chapter 176I, any health plan issued, renewed, or delivered
17 within or without the commonwealth to a natural person who is a resident of the commonwealth,
18 including a certificate issued to an eligible natural person which evidences coverage under a
19 policy or contract issued to a trust or association for said natural person and his dependent,
20 including said person's spouse organized under chapter 176M.

21 SECTION 2. Subsection (d)(1) of section 38C of chapter 3 of the General Laws, is hereby
22 amended by deleting the paragraph in its entirety and inserting in place thereof the following:
23 (1) the financial impact of mandating the benefit, including the extent to which the proposed
24 insurance coverage would increase or decrease the cost of the treatment or service over the next
25 5 years, the extent to which the proposed coverage might increase the appropriate or
26 inappropriate use of the treatment or service over the next 5 years, the extent to which the
27 mandated treatment or service might serve as an alternative for more expensive or less expensive
28 treatment or service, the extent to which the insurance coverage may affect the number and types
29 of providers of the mandated treatment or service over the next 5 years, the effects of mandating

30 the benefit on the cost of health care, particularly the premium, administrative expenses and
31 indirect costs of municipalities, large employers, small employers, employees and nongroup
32 purchasers, the potential benefits and savings to municipalities, large employers, small
33 employers, employees and nongroup purchasers, the effect of the proposed mandate on cost
34 shifting between private and public payors of health care coverage, the cost to health care
35 consumers of not mandating the benefit in terms of out of pocket costs for treatment or delayed
36 treatment and the effect on the overall cost of the health care delivery system in the
37 commonwealth;