WEST VIRGINIA LEGISLATURE VIRGINIA SEVENTY-NINTH LEGISLATURE REGULAR SESSION, 2010

ENROLLED

COMMITTEE SUBSTITUTE

FOR

Senate Bill No. 665

(Senator Prezioso, original sponsor)

[Passed March 11, 2010; in effect ninety days from passage.]

2010 HAR 22 PM 4: 36

UFF. I VES TERMA SECRETARY OF STATE

ENROLLED

COMMITTEE SUBSTITUTE

FOR

Senate Bill No. 665

(SENATOR PREZIOSO, original sponsor)

[Passed March 11, 2010; in effect ninety days from passage.]

AN ACT to repeal §33-15B-4 of the Code of West Virginia, 1931, as amended; and to amend and reenact §33-15B-1, §33-15B-2, §33-15B-3 and §33-15B-5 of said code, all relating to health care forms; explaining legislative purpose; defining scope of article; transferring certain duties regarding uniform forms from the Health Care Authority to the Insurance Commissioner; adding Department of Health and Human Resources to advisory committee; authorizing Insurance Commissioner to propose rules; and prescribing penalties.

Be it enacted by the Legislature of West Virginia:

That §33-15B-4 of the Code of West Virginia, 1931, as amended, be repealed; and that §33-15B-1,§33-15B-2,§33-15B-3 and §33-15B-5 of said code be amended and reenacted, all to read as follows:

ARTICLE 15B. UNIFORM HEALTH CARE ADMINISTRATION ACT.

§33-15B-1. Legislative findings; purpose.

- 1 The Legislature hereby finds that there is a need to
- 2 provide guidelines regarding uniform health care adminis-
- 3 tration in order to best serve consumers, health care
- 4 providers and insurers and to organize and streamline the
- 5 claims process. The purpose of this article is to authorize
- 6 the insurance commissioner to develop standard forms and
- 7 procedures regarding health care claims and to require
- 8 that all insurers, third party payers, and health care
- 9 providers implement and use such standards in a uniform
- 10 manner.

§33-15B-2. Scope of article.

- 1 The provisions of this article apply to all health care
- 2 providers in the state; all health insurers writing or issuing
- 3 accident and sickness policies, including hospital service
- 4 corporations, health service corporations, medical service
- 5 corporations, dental service corporations and HMOs; all
- 6 third party payers; all state agencies and departments,
- 7 including, but not limited to, the public employees insur-
- 8 ance agency and providers of services under Medicare and
- 9 Medicaid; and all entities involved in the payment of
- 10 health care claims.

§33-15B-3. Insurance commissioner to propose rules; use of standardized forms and classifications; advisory group.

- 1 (a) The commissioner shall propose rules for legislative
- 2 approval, in accordance with the provisions of chapter
- 3 twenty-nine-a of this code, regarding the implementation
- 4 and use of uniform health care administrative forms. Such
- 5 rules shall establish, where practicable, the acceptance
- 6 and use throughout the health care system of standard
- 7 administrative forms, terms or procedures, including, but
- 8 not limited to, the following:

- 9 (1) The standard CMS 1500 health insurance claim form,
- 10 as amended, or other similar forms, terms, and definitions
- 11 to be used which are consistent with health care and
- 12 insurance industry standards.
- 13 (2) International classification of disease, ninth clinical
- 14 modifications (ICD-9-CM) and common procedural
- 15 terminology (CPT) codes, as amended, or other similar
- 16 forms, terms, and definitions to be used which are consis-
- 17 tent with health care and insurance industry standards.
- 18 (3) National uniform billing data element specifications
- 19 (UB-04), as amended, and as supplemented by the West
- 20 Virginia uniform billing committee, or other similar forms,
- 21 terms, and definitions to be used which are consistent with
- 22 health care and insurance industry standards.
- 23 (4) Consideration of current practices involving reim-
- 24 bursement of claims and explanation of benefits, and the
- 25 implementation of standards and guidelines regarding
- 26 explanation of benefits, including, but not limited to,
- 27 consideration of line item explanations of payments or
- 28 denial of payments.
- 29 (b) The legislative rules required herein shall be devel-
- 30 oped with the advice of an advisory group to be appointed
- $31\;$ by the commissioner. Such advisory group shall consist of
- 32 representatives of consumers, providers, payors, and
- 33 regulatory agencies, including representatives from the
- 34 following: The department of health and human resources;
- 35 the West Virginia health care authority; West Virginia
- 36 dental association; West Virginia pharmacists association;
- 37 the West Virginia hospital association; commercial health
- 38 insurers; third party administrators; the West Virginia
- 39 state medical association; the West Virginia nurses
- 40 association; public employees insurance agency; and
- 41 consumers.

Enr. Com. Sub. for S. B. No. 665] 4

- 42 (c) The commissioner and the advisory group shall
- 43 review the legislative rules to be proposed pursuant to this
- 44 section as necessary and update the same in a timely
- 45 manner in order to conform to current legislation and
- 46 health care and insurance industry standards and trends.

§33-15B-5. Penalties for violation.

- 1 Any person, partnership, corporation, limited liability
- 2 company, professional corporation, health care provider,
- 3 insurer or other payer, or other entity violating any
- 4 provision of this article shall be subject to a fine imposed
- 5 by the commissioner of not more than \$1000 for each
- 6 violation and, in addition to or in lieu of any fine imposed,
- 7 the West Virginia health care authority is empowered to
- 8 withhold rate approval or a certificate of need for any
- 9 health care provider violating any provision of this article.

5 [Enr. Com. Sub. for S. B. No. 665

The Joint Committee on Enrolled Bills hereby certifies that
the foregoing bill is correctly enrolled.
\ a < \ \ \ \ \ \ \ \ \ \ \ \ \ \ \ \ \
Chairman Senate Committee
flaring wall
1/alling work
Chairman House Committee
Originated in the Senate.
O .
In effect ninety days from passage.
in effect fillery days from passage.
6 h. 010 h. 1/2
Mille Coffeene
Clerk of the Senate
Cierri of the Benute
Diegoy M. Da
Clerk of the House of Delegates
C a
al Ray Tomble
President of the Senate
F / Ma
Speaker House of Belegates
The within & Supployed this the Lind Day of
The within LA UP DUVEL this the Clack
The within this the this the
Mind
Day of, 2010.
let buch HI
Governor
COULT are C
® 326-C

PRESENTED TO THE GOVERNOR

MAR 1 9 2010
Time 4:00ph