THE GENERAL ASSEMBLY OF PENNSYLVANIA

HOUSE BILL

No. 1726 Session of 2021

INTRODUCED BY SANKEY, HILL-EVANS, ARMANINI, IRVIN, WENTLING, RIGBY, E. NELSON, WARNER, JAMES, FRITZ AND ECKER, JULY 20, 2021

REFERRED TO COMMITTEE ON HEALTH, JULY 20, 2021

AN ACT

- 1 Amending the act of June 13, 1967 (P.L.31, No.21), entitled "An
- act to consolidate, editorially revise, and codify the public
- 3 welfare laws of the Commonwealth," in fraud and abuse
- 4 control, providing for managed care plan prohibition.
- 5 The General Assembly of the Commonwealth of Pennsylvania
- 6 hereby enacts as follows:
- 7 Section 1. The act of June 13, 1967 (P.L.31, No.21), known
- 8 as the Human Services Code, is amended by adding a section to
- 9 read:
- 10 Section 1419. Managed Care Plan Prohibition. --
- 11 Notwithstanding any other provision of law, a managed care plan
- 12 as defined in section 2102 of the act of May 17, 1921 (P.L.682,
- 13 No.284), known as "The Insurance Company Law of 1921," may not
- 14 refer or enter into a subcontract arrangement to provide
- 15 <u>services defined and specified in the managed care plan</u>
- 16 contracts with an entity where the entity or managed care plan
- 17 may self-refer for durable medical equipment and supply
- 18 services.

- 1 Section 2. All regulations and parts of regulations are
- 2 abrogated to the extent of any inconsistency with the provisions
- 3 of this act.
- 4 Section 3. This act shall take effect in 60 days.