THE GENERAL ASSEMBLY OF PENNSYLVANIA

HOUSE BILL

No. 239

Session of 1987

INTRODUCED BY COLE, DOMBROWSKI, FEE AND ARTY, FEBRUARY 9, 1987

REFERRED TO COMMITTEE ON INSURANCE, FEBRUARY 9, 1987

AN ACT

1 2 3 4 5 6 7 8 9 10 11	Amending the act of May 17, 1921 (P.L.682, No.284), entitled "An act relating to insurance; amending, revising, and consolidating the law providing for the incorporation of insurance companies, and the regulation, supervision, and protection of home and foreign insurance companies, Lloyds associations, reciprocal and inter-insurance exchanges, and fire insurance rating bureaus, and the regulation and supervision of insurance carried by such companies, associations, and exchanges, including insurance carried by the State Workmen's Insurance Fund; providing penalties; and repealing existing laws," providing for coverage of cancer treatment.
13	The General Assembly of the Commonwealth of Pennsylvania
14	hereby enacts as follows:
15	Section 1. The act of May 17, 1921 (P.L.682, No.284), known
16	as The Insurance Company Law of 1921, is amended by adding a
17	section to read:
18	Section 631. Cancer Treatment (a) All group policies
19	covered by subdivision (b) of this article providing hospital or
20	medical-surgical coverage and all group subscriber contracts or
21	certificates issued by any entity subject to 40 Pa.C.S. Ch. 61
22	(relating to hospital plan corporations) or 63 (relating to

- 1 professional health services plan corporations), the act of
- 2 <u>December 29, 1972 (P.L.1701, No.364), known as the "Health</u>
- 3 Maintenance Organization Act, or the act of July 29, 1977
- 4 (P.L.105, No.38), known as the "Fraternal Benefit Society Code,"
- 5 providing hospital or medical-surgical coverage, shall include
- 6 within the coverage, reimbursement for cancer chemotherapy and
- 7 cancer hormone treatments and services. The coverage shall
- 8 specifically provide for reimbursement for cancer chemotherapy
- 9 and cancer hormone therapy approved by the United States Food
- 10 and Drug Administration for commercial use in the treatment of
- 11 <u>cancer and not approved for investigative or experimental</u>
- 12 purposes and for the insured or any other person covered by the
- 13 policy, contract or certificate, or health services
- 14 reimbursement program to be entitled to reimbursement for cancer
- 15 <u>chemotherapy and cancer hormone treatments</u>, whether performed in
- 16 <u>a physician's office, in an outpatient department of a hospital</u>
- 17 or as a hospital outpatient, or in any other medically
- 18 appropriate treatment setting. This subsection shall not apply
- 19 to policies, contracts or certificates of group or individual
- 20 <u>health or sickness insurance which provide coverage or</u>
- 21 reimbursement only for accidents, coverage or reimbursement
- 22 based solely on the number of days an insured is hospitalized or
- 23 coverage or reimbursement only when the insured is hospitalized
- 24 <u>as an inpatient in a hospital.</u>
- 25 (b) The benefits specified in subsection (a) may be provided
- 26 through a combination of such policies, contracts or
- 27 certificates. The benefits specified in subsection (a) may be
- 28 provided through prospective payment plans.
- (c) Reasonable deductible or copayment plans, or both, may
- 30 be applied to benefits paid to or on behalf of patients during

- 1 the course of cancer chemotherapy and cancer hormone treatments
- 2 <u>but in no case shall be less favorable than those applied to</u>
- 3 <u>similar classes or categories of treatment for physical illness</u>
- 4 generally in each policy.
- 5 (d) Cancer chemotherapy and cancer hormone treatments and
- 6 services shall be subject to the same terms and conditions as
- 7 other benefits as set forth in the policies, contracts or
- 8 <u>certificates</u>, and each treatment shall be covered by an
- 9 individualized treatment plan which is subject to
- 10 precertification and concurrent utilization and peer review.
- 11 Section 2. This act shall take effect immediately.