

HOUSE BILL NO. 687

INTRODUCED BY W. JONES

A BILL FOR AN ACT ENTITLED: "AN ACT EXTENDING INSURANCE AND HEALTH PLAN COVERAGE FOR WELL-CHILD CARE FROM AGE 2 TO AGE ~~7 4 7~~; ~~AND AMENDING SECTION~~ SECTIONS 2-18-704, 33-22-303, 33-22-512, 33-30-1014, AND 33-31-301, AND 33-35-306, MCA; AND PROVIDING A DELAYED EFFECTIVE DATE AND AN APPLICABILITY DATE."

BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MONTANA:

SECTION 1. SECTION 2-18-704, MCA, IS AMENDED TO READ:

"2-18-704. Mandatory provisions. (1) An insurance contract or plan issued under this part must contain provisions that permit:

(a) the member of a group who retires from active service under the appropriate retirement provisions of a defined benefit plan provided by law or, in the case of the defined contribution plan provided in Title 19, chapter 3, part 21, a member with at least 5 years of service and who is at least age 50 while in covered employment to remain a member of the group until the member becomes eligible for medicare under the federal Health Insurance for the Aged Act, 42 U.S.C. 1395, as amended, unless the member is a participant in another group plan with substantially the same or greater benefits at an equivalent cost or unless the member is employed and, by virtue of that employment, is eligible to participate in another group plan with substantially the same or greater benefits at an equivalent cost;

(b) the surviving spouse of a member to remain a member of the group as long as the spouse is eligible for retirement benefits accrued by the deceased member as provided by law unless the spouse is eligible for medicare under the federal Health Insurance for the Aged Act or unless the spouse has or is eligible for equivalent insurance coverage as provided in subsection (1)(a);

(c) the surviving children of a member to remain members of the group as long as they are eligible for retirement benefits accrued by the deceased member as provided by law unless they have equivalent coverage as provided in subsection (1)(a) or are eligible for insurance coverage by virtue of the employment of a surviving parent or legal guardian.

(2) An insurance contract or plan issued under this part must contain the provisions of subsection (1)

1 for remaining a member of the group and also must permit:

2 (a) the spouse of a retired member the same rights as a surviving spouse under subsection (1)(b);

3 (b) the spouse of a retiring member to convert a group policy as provided in 33-22-508; and

4 (c) continued membership in the group by anyone eligible under the provisions of this section,
5 notwithstanding the person's eligibility for medicare under the federal Health Insurance for the Aged Act.

6 (3) (a) A state insurance contract or plan must contain provisions that permit a legislator to remain a
7 member of the state's group plan until the legislator becomes eligible for medicare under the federal Health
8 Insurance for the Aged Act, 42 U.S.C. 1395, as amended, if the legislator:

9 (i) terminates service in the legislature and is a vested member of a state retirement system provided
10 by law; and

11 (ii) notifies the department of administration in writing within 90 days of the end of the legislator's
12 legislative term.

13 (b) A former legislator may not remain a member of the group plan under the provisions of subsection
14 (3)(a) if the person:

15 (i) is a member of a plan with substantially the same or greater benefits at an equivalent cost; or

16 (ii) is employed and, by virtue of that employment, is eligible to participate in another group plan with
17 substantially the same or greater benefits at an equivalent cost.

18 (c) A legislator who remains a member of the group under the provisions of subsection (3)(a) and
19 subsequently terminates membership may not rejoin the group plan unless the person again serves as a
20 legislator.

21 (4) (a) A state insurance contract or plan must contain provisions that permit continued membership in
22 the state's group plan by a member of the judges' retirement system who leaves judicial office but continues to
23 be an inactive vested member of the judges' retirement system as provided by 19-5-301. The judge shall notify
24 the department of administration in writing within 90 days of the end of the judge's judicial service of the judge's
25 choice to continue membership in the group plan.

26 (b) A former judge may not remain a member of the group plan under the provisions of this subsection
27 (4) if the person:

28 (i) is a member of a plan with substantially the same or greater benefits at an equivalent cost;

29 (ii) is employed and, by virtue of that employment, is eligible to participate in another group plan with
30 substantially the same or greater benefits at an equivalent cost; or

(iii) becomes eligible for medicare under the federal Health Insurance for the Aged Act, 42 U.S.C. 1395, as amended.

(c) A judge who remains a member of the group under the provisions of this subsection (4) and subsequently terminates membership may not rejoin the group plan unless the person again serves in a position covered by the state's group plan.

(5) A person electing to remain a member of the group under subsection (1), (2), (3), or (4) shall pay the full premium for coverage and for that of the person's covered dependents.

(6) An insurance contract or plan issued under this part that provides for the dispensing of prescription drugs by an out-of-state mail service pharmacy, as defined in 37-7-702:

(a) must permit any member of a group to obtain prescription drugs from a pharmacy located in Montana that is willing to match the price charged to the group or plan and to meet all terms and conditions, including the same professional requirements that are met by the mail service pharmacy for a drug, without financial penalty to the member; and

(b) may only be with an out-of-state mail service pharmacy that is registered with the board under Title 37, chapter 7, part 7, and that is registered in this state as a foreign corporation.

(7) An insurance contract or plan issued under this part must include coverage for treatment of inborn errors of metabolism, as provided for in 33-22-131.

(8) An insurance contract or plan issued under this part must include substantially equivalent or greater coverage for outpatient self-management training and education for the treatment of diabetes and certain diabetic equipment and supplies as provided in 33-22-129.

(9) (a) An insurance contract or plan issued under this part that provides coverage for an individual in a member's family must provide coverage for well-child care for children from the moment of birth through 7 years of age. Benefits provided under this coverage are exempt from any deductible provision that may be in force in the contract or plan.

(b) Coverage for well-child care under subsection (9)(a) must include:

(i) a history, physical examination, developmental assessment, anticipatory guidance, and laboratory tests, according to the schedule of visits adopted under the early and periodic screening, diagnosis, and treatment services program provided for in 53-6-101; and

(ii) routine immunizations according to the schedule for immunization recommended by the immunization practice advisory committee of the U.S. department of health and human services.

1 (c) Minimum benefits may be limited to one visit payable to one provider for all of the services provided
2 at each visit as provided for in this subsection (9).

3 (d) For purposes of this subsection (9):

4 (i) "developmental assessment" and "anticipatory guidance" mean the services described in the
5 Guidelines for Health Supervision II, published by the American academy of pediatrics; and

6 (ii) "well-child care" means the services described in subsection (9)(b) and delivered by a physician or
7 a health care professional supervised by a physician."

8
9 **SECTION 2. SECTION 33-22-303, MCA, IS AMENDED TO READ:**

10 **"33-22-303. Coverage for well-child care.** (1) Each medical expense policy of disability insurance or
11 certificate issued under the policy that is delivered, issued for delivery, renewed, extended, or modified in this
12 state by a disability insurer and that provides coverage for a family member of the insured or subscriber must
13 provide coverage for well-child care for children from the moment of birth through ~~2~~ 4 ~~7~~ years of age. Benefits
14 provided under this coverage are exempt from any deductible provision that may be in force in the policy or
15 certificate issued under the policy.

16 (2) Coverage for well-child care under subsection (1) must include:

17 (a) a history, physical examination, developmental assessment, anticipatory guidance, and laboratory
18 tests, according to the schedule of visits adopted under the early and periodic screening, diagnosis, and treatment
19 services program provided for in 53-6-101; and

20 (b) routine immunizations according to the schedule for immunizations recommended by the
21 immunization practices advisory committee of the U.S. department of health and human services.

22 (3) Minimum benefits may be limited to one visit payable to one provider for all of the services provided
23 at each visit cited in this section.

24 (4) This section does not apply to disability income, specified disease, accident-only, medicare
25 supplement, or hospital indemnity policies.

26 (5) For purposes of this section:

27 (a) "well-child care" means the services described in subsection (2) and delivered by a physician or a
28 health care professional supervised by a physician; and

29 (b) "developmental assessment" and "anticipatory guidance" mean the services described in the
30 Guidelines for Health Supervision II, published by the American academy of pediatrics.

(6) When a policy of disability insurance or a certificate issued under the policy provides coverage or benefits to a resident of this state, it is considered to be delivered in this state within the meaning of this section, whether the insurer that issued or delivered the policy or certificate is located inside or outside of this state."

Section 3. Section 33-22-512, MCA, is amended to read:

"33-22-512. Coverage for well-child care. (1) Each group disability policy or certificate of insurance that is delivered, issued for delivery, renewed, extended, or modified in this state by a disability insurer and that provides coverage for a family member of the insured or subscriber must provide coverage for well-child care for children from the moment of birth through 2 7 4 7 years of age. Benefits provided under this coverage are exempt from any deductible provision that may be in force in the policy or certificate issued under the policy.

(2) Coverage for well-child care under subsection (1) must include:

(a) a history, physical examination, developmental assessment, anticipatory guidance, and laboratory tests, according to the schedule of visits adopted under the early and periodic screening, diagnosis, and treatment services program provided for in 53-6-101; and

(b) routine immunizations according to the schedule for immunizations recommended by the immunization practices advisory committee of the U.S. department of health and human services.

(3) Minimum benefits may be limited to one visit payable to one provider for all of the services provided at each visit cited in this section.

(4) This section does not apply to disability income, specified disease, accident-only, medicare supplement, or hospital indemnity policies or certificates.

(5) For purposes of this section:

(a) "well-child care" means the services described in subsection (2) and delivered by a physician or a health care professional supervised by a physician; and

(b) "developmental assessment" and "anticipatory guidance" mean the services described in the Guidelines for Health Supervision II, published by the American academy of pediatrics.

(6) When a group disability policy or certificate of insurance issued under the policy provides coverage or benefits to a resident of this state, it is considered to be delivered in this state within the meaning of this section, whether the insurer that issued or delivered the policy or certificate is located inside or outside of this state."

1 **SECTION 4. SECTION 33-30-1014, MCA, IS AMENDED TO READ:**

2 **"33-30-1014. Coverage for well-child care.** (1) Each disability insurance plan or group disability
3 insurance plan that is delivered, issued for delivery, renewed, extended, or modified in this state by a health
4 service corporation and that provides coverage for a family member of the insured or subscriber must provide
5 coverage for well-child care for children from the moment of birth through ~~2~~ 7 years of age. Benefits provided
6 under this coverage are exempt from any deductible provision that may be in force in the plan.

7 (2) Coverage for well-child care under subsection (1) must include:

8 (a) a history, physical examination, developmental assessment, anticipatory guidance, and laboratory
9 tests, according to the schedule of visits adopted under the early and periodic screening, diagnosis, and treatment
10 services program provided for in 53-6-101; and

11 (b) routine immunizations according to the schedule for immunizations recommended by the
12 immunization practices advisory committee of the U.S. department of health and human services.

13 (3) Minimum benefits may be limited to one visit payable to one provider for all of the services provided
14 at each visit cited in this section.

15 (4) This section does not apply to disability income, specified disease, medicare supplement, or hospital
16 indemnity policies.

17 (5) For purposes of this section:

18 (a) "well-child care" means the services described in subsection (2) and delivered at the intervals
19 required in that subsection by a physician or a health care professional supervised by a physician; and

20 (b) "developmental assessment" and "anticipatory guidance" mean the services described in the
21 Guidelines for Health Supervision II, published by the American academy of pediatrics.

22 (6) When a disability insurance plan or group disability insurance plan issued by a health service
23 corporation provides coverage or benefits to a resident of this state, it is considered to be delivered in this state
24 within the meaning of this section, whether the health service corporation that issued or delivered the policy or
25 certificate is located inside or outside of this state."

26
27 **SECTION 5. SECTION 33-31-301, MCA, IS AMENDED TO READ:**

28 **"33-31-301. (Temporary) Evidence of coverage -- schedule of charges for health care services.**

29 (1) Each enrollee residing in this state is entitled to an evidence of coverage. The health maintenance
30 organization shall issue the evidence of coverage, except that if the enrollee obtains coverage through an

1 insurance policy issued by an insurer or a contract issued by a health service corporation, whether by option or
2 otherwise, the insurer or the health service corporation shall issue the evidence of coverage.

3 (2) A health maintenance organization may not issue or deliver an enrollment form, an evidence of
4 coverage, or an amendment to an approved enrollment form or evidence of coverage to a person in this state
5 before a copy of the enrollment form, the evidence of coverage, or the amendment to the approved enrollment
6 form or evidence of coverage is filed with and approved by the commissioner in accordance with 33-1-501.

7 (3) An evidence of coverage issued or delivered to a person residing in this state may not contain a
8 provision or statement that is untrue, misleading, or deceptive as defined in 33-31-312(1). The evidence of
9 coverage must contain:

10 (a) a clear and concise statement, if a contract, or a reasonably complete summary, if a certificate, of:

11 (i) the health care services and the insurance or other benefits, if any, to which the enrollee is entitled;

12 (ii) any limitations on the services, kinds of services, or benefits to be provided, including any deductible
13 or copayment feature;

14 (iii) the location at which and the manner in which information is available as to how services may be
15 obtained;

16 (iv) the total amount of payment for health care services and the indemnity or service benefits, if any, that
17 the enrollee is obligated to pay with respect to individual contracts; and

18 (v) a clear and understandable description of the health maintenance organization's method for resolving
19 enrollee complaints;

20 (b) definitions of geographical service area, emergency care, urgent care, out-of-area services,
21 dependent, and primary provider if these terms or terms of similar meaning are used in the evidence of coverage
22 and have an effect on the benefits covered by the plan. The definition of geographical service area need not be
23 stated in the text of the evidence of coverage if the definition is adequately described in an attachment that is
24 given to each enrollee along with the evidence of coverage.

25 (c) clear disclosure of each provision that limits benefits or access to service in the exclusions,
26 limitations, and exceptions sections of the evidence of coverage. The exclusions, limitations, and exceptions that
27 must be disclosed include but are not limited to:

28 (i) emergency and urgent care;

29 (ii) restrictions on the selection of primary or referral providers;

30 (iii) restrictions on changing providers during the contract period;

1 (iv) out-of-pocket costs, including copayments and deductibles;

2 (v) charges for missed appointments or other administrative sanctions;

3 (vi) restrictions on access to care if copayments or other charges are not paid; and

4 (vii) any restrictions on coverage for dependents who do not reside in the service area.

5 (d) clear disclosure of any benefits for home health care, skilled nursing care, kidney disease treatment,
6 diabetes, maternity benefits for dependent children, alcoholism and other drug abuse, and nervous and mental
7 disorders;

8 (e) except as provided in 33-22-262, a provision requiring immediate accident and sickness coverage,
9 from and after the moment of birth, to each newborn infant of an enrollee or the enrollee's dependents;

10 (f) a provision providing coverage as required in 33-22-133;

11 (g) except as provided in 33-22-262, a provision requiring medical treatment and referral services to
12 appropriate ancillary services for mental illness and for the abuse of or addiction to alcohol or drugs in accordance
13 with the limits and coverage provided in Title 33, chapter 22, part 7; however:

14 (i) after the primary care physician refers an enrollee for treatment of and appropriate ancillary services
15 for mental illness, alcoholism, or drug addiction, the health maintenance organization may not limit the enrollee
16 to a health maintenance organization provider for the treatment of and appropriate ancillary services for mental
17 illness, alcoholism, or drug addiction;

18 (ii) if an enrollee chooses a provider other than the health maintenance organization provider for
19 treatment and referral services, the enrollee's designated provider shall limit treatment and services to the scope
20 of the referral in order to receive payment from the health maintenance organization;

21 (iii) the amount paid by the health maintenance organization to the enrollee's designated provider may
22 not exceed the amount paid by the health maintenance organization to one of its providers for equivalent
23 treatment or services;

24 (iv) the provisions of this subsection (3)(g) do not apply to services for mental illness provided under the
25 Montana medicaid program as established in Title 53, chapter 6;

26 (h) a provision requiring coverage for well-child care for children from the moment of birth through at least
27 4 7 years of age that is exempt from any deductibles and that includes:

28 (i) a history, a physical examination, developmental assessment and anticipatory guidance, as those
29 terms are defined in 33-22-303, and laboratory tests, according to the schedule of visits adopted under the early
30 and periodic screening, diagnosis, and treatment services program provided for in 53-6-101; and

1 (ii) routine immunizations according to the schedule recommended by the immunization practices
2 advisory committee of the U.S. department of health and human services;

3 ~~(h)~~(i) a provision as follows:

4 "Conformity With State Statutes: Any provision of this evidence of coverage that on its effective date is
5 in conflict with the statutes of the state in which the insured resides on that date is amended to conform to the
6 minimum requirements of those statutes."

7 ~~(j)~~(i) a provision that the health maintenance organization shall issue, without evidence of insurability,
8 to the enrollee, dependents, or family members continuing coverage on the enrollee, dependents, or family
9 members:

10 (i) if the evidence of coverage or any portion of it on an enrollee, dependents, or family members covered
11 under the evidence of coverage ceases because of termination of employment or termination of membership in
12 the class or classes eligible for coverage under the policy or because the employer discontinues the business
13 or the coverage;

14 (ii) if the enrollee had been enrolled in the health maintenance organization for a period of 3 months
15 preceding the termination of group coverage; and

16 (iii) if the enrollee applied for continuing coverage within 31 days after the termination of group coverage.
17 The conversion contract may not exclude, as a preexisting condition, any condition covered by the group contract
18 from which the enrollee converts.

19 ~~(j)~~(k) a provision that clearly describes the amount of money an enrollee shall pay to the health
20 maintenance organization to be covered for basic health care services.

21 (4) A health maintenance organization may amend an enrollment form or an evidence of coverage in
22 a separate document if the separate document is filed with and approved by the commissioner in accordance with
23 33-1-501 and issued to the enrollee.

24 (5) (a) Except as provided in 33-22-262, a health maintenance organization shall provide the same
25 coverage for newborn infants, required by subsection (3)(e), as it provides for enrollees, except that for newborn
26 infants, there may be no waiting or elimination periods. A health maintenance organization may not assess a
27 deductible or reduce benefits applicable to the coverage for newborn infants unless the deductible or reduction
28 in benefits is consistent with the deductible or reduction in benefits applicable to all covered persons.

29 (b) Except as provided in 33-22-262, a health maintenance organization may not issue or amend an
30 evidence of coverage in this state if it contains any disclaimer, waiver, or other limitation of coverage relative to

1 the accident and sickness coverage or insurability of newborn infants of an enrollee or dependents from and after
2 the moment of birth.

3 (c) If a health maintenance organization requires payment of a specific fee to provide coverage of a
4 newborn infant beyond 31 days of the date of birth of the infant, the evidence of coverage may contain a provision
5 that requires notification to the health maintenance organization, within 31 days after the date of birth, of the birth
6 of an infant and payment of the required fee.

7 (6) The provisions of 33-1-501 govern the filing and approval of health maintenance organization forms.

8 (7) The commissioner may require a health maintenance organization to submit any relevant information
9 considered necessary in determining whether to approve or disapprove a filing made pursuant to this section.
10 (Terminates June 30, 2009--sec. 14, Ch. 325, L. 2003.)

11 **33-31-301. (Effective July 1, 2009) Evidence of coverage -- schedule of charges for health care**
12 **services.** (1) Each enrollee residing in this state is entitled to an evidence of coverage. The health maintenance
13 organization shall issue the evidence of coverage, except that if the enrollee obtains coverage through an
14 insurance policy issued by an insurer or a contract issued by a health service corporation, whether by option or
15 otherwise, the insurer or the health service corporation shall issue the evidence of coverage.

16 (2) A health maintenance organization may not issue or deliver an enrollment form, an evidence of
17 coverage, or an amendment to an approved enrollment form or evidence of coverage to a person in this state
18 before a copy of the enrollment form, the evidence of coverage, or the amendment to the approved enrollment
19 form or evidence of coverage is filed with and approved by the commissioner in accordance with 33-1-501.

20 (3) An evidence of coverage issued or delivered to a person resident in this state may not contain a
21 provision or statement that is untrue, misleading, or deceptive as defined in 33-31-312(1). The evidence of
22 coverage must contain:

23 (a) a clear and concise statement, if a contract, or a reasonably complete summary, if a certificate, of:

24 (i) the health care services and the insurance or other benefits, if any, to which the enrollee is entitled;

25 (ii) any limitations on the services, kinds of services, or benefits to be provided, including any deductible
26 or copayment feature;

27 (iii) the location at which and the manner in which information is available as to how services may be
28 obtained;

29 (iv) the total amount of payment for health care services and the indemnity or service benefits, if any, that
30 the enrollee is obligated to pay with respect to individual contracts; and

1 (v) a clear and understandable description of the health maintenance organization's method for resolving
2 enrollee complaints;

3 (b) definitions of geographical service area, emergency care, urgent care, out-of-area services,
4 dependent, and primary provider if these terms or terms of similar meaning are used in the evidence of coverage
5 and have an effect on the benefits covered by the plan. The definition of geographical service area need not be
6 stated in the text of the evidence of coverage if the definition is adequately described in an attachment that is
7 given to each enrollee along with the evidence of coverage.

8 (c) clear disclosure of each provision that limits benefits or access to service in the exclusions,
9 limitations, and exceptions sections of the evidence of coverage. The exclusions, limitations, and exceptions that
10 must be disclosed include but are not limited to:

11 (i) emergency and urgent care;

12 (ii) restrictions on the selection of primary or referral providers;

13 (iii) restrictions on changing providers during the contract period;

14 (iv) out-of-pocket costs, including copayments and deductibles;

15 (v) charges for missed appointments or other administrative sanctions;

16 (vi) restrictions on access to care if copayments or other charges are not paid; and

17 (vii) any restrictions on coverage for dependents who do not reside in the service area.

18 (d) clear disclosure of any benefits for home health care, skilled nursing care, kidney disease treatment,
19 diabetes, maternity benefits for dependent children, alcoholism and other drug abuse, and nervous and mental
20 disorders;

21 (e) a provision requiring immediate accident and sickness coverage, from and after the moment of birth,
22 to each newborn infant of an enrollee or the enrollee's dependents;

23 (f) a provision providing coverage as required in 33-22-133;

24 (g) a provision requiring medical treatment and referral services to appropriate ancillary services for
25 mental illness and for the abuse of or addiction to alcohol or drugs in accordance with the limits and coverage
26 provided in Title 33, chapter 22, part 7; however:

27 (i) after the primary care physician refers an enrollee for treatment of and appropriate ancillary services
28 for mental illness, alcoholism, or drug addiction, the health maintenance organization may not limit the enrollee
29 to a health maintenance organization provider for the treatment of and appropriate ancillary services for mental
30 illness, alcoholism, or drug addiction;

(ii) if an enrollee chooses a provider other than the health maintenance organization provider for treatment and referral services, the enrollee's designated provider shall limit treatment and services to the scope of the referral in order to receive payment from the health maintenance organization;

(iii) the amount paid by the health maintenance organization to the enrollee's designated provider may not exceed the amount paid by the health maintenance organization to one of its providers for equivalent treatment or services;

(iv) the provisions of this subsection (3)(g) do not apply to services for mental illness provided under the Montana medicaid program as established in Title 53, chapter 6;

(h) a provision requiring coverage for well-child care for children from the moment of birth through at least 4 7 years of age, including:

(i) a history, a physical examination, developmental assessment and anticipatory guidance, as those terms are defined in 33-22-303, and laboratory tests, according to the schedule of visits adopted under the early and periodic screening, diagnosis, and treatment services program provided for in 53-6-101; and

(ii) routine immunizations according to the schedule recommended by the immunization practices advisory committee of the U.S. department of health and human services;

~~(h)~~(i) a provision as follows:

"Conformity With State Statutes: Any provision of this evidence of coverage that on its effective date is in conflict with the statutes of the state in which the insured resides on that date is amended to conform to the minimum requirements of those statutes."

~~(h)~~(i) a provision that the health maintenance organization shall issue, without evidence of insurability, to the enrollee, dependents, or family members continuing coverage on the enrollee, dependents, or family members:

(i) if the evidence of coverage or any portion of it on an enrollee, dependents, or family members covered under the evidence of coverage ceases because of termination of employment or termination of membership in the class or classes eligible for coverage under the policy or because the employer discontinues the business or the coverage;

(ii) if the enrollee had been enrolled in the health maintenance organization for a period of 3 months preceding the termination of group coverage; and

(iii) if the enrollee applied for continuing coverage within 31 days after the termination of group coverage.

The conversion contract may not exclude, as a preexisting condition, any condition covered by the group contract

1 from which the enrollee converts.

2 ~~(j)~~(k) a provision that clearly describes the amount of money an enrollee shall pay to the health
3 maintenance organization to be covered for basic health care services.

4 (4) A health maintenance organization may amend an enrollment form or an evidence of coverage in
5 a separate document if the separate document is filed with and approved by the commissioner in accordance with
6 33-1-501 and issued to the enrollee.

7 (5) (a) A health maintenance organization shall provide the same coverage for newborn infants, required
8 by subsection (3)(e), as it provides for enrollees, except that for newborn infants, there may be no waiting or
9 elimination periods. A health maintenance organization may not assess a deductible or reduce benefits applicable
10 to the coverage for newborn infants unless the deductible or reduction in benefits is consistent with the deductible
11 or reduction in benefits applicable to all covered persons.

12 (b) A health maintenance organization may not issue or amend an evidence of coverage in this state if
13 it contains any disclaimer, waiver, or other limitation of coverage relative to the accident and sickness coverage
14 or insurability of newborn infants of an enrollee or dependents from and after the moment of birth.

15 (c) If a health maintenance organization requires payment of a specific fee to provide coverage of a
16 newborn infant beyond 31 days of the date of birth of the infant, the evidence of coverage may contain a provision
17 that requires notification to the health maintenance organization, within 31 days after the date of birth, of the birth
18 of an infant and payment of the required fee.

19 (6) The provisions of 33-1-501 govern the filing and approval of health maintenance organization forms.

20 (7) The commissioner may require a health maintenance organization to submit any relevant information
21 considered necessary in determining whether to approve or disapprove a filing made pursuant to this section."

22
23 **SECTION 6. SECTION 33-35-306, MCA, IS AMENDED TO READ:**

24 **"33-35-306. Application of insurance code to arrangements.** (1) In addition to this chapter,
25 self-funded multiple employer welfare arrangements are subject to the following provisions:

26 (a) Title 33, chapter 1, part 4, but the examination of a self-funded multiple employer welfare
27 arrangement is limited to those matters to which the arrangement is subject to regulation under this chapter;

28 (b) Title 33, chapter 1, part 7;

29 (c) 33-3-308;

30 (d) Title 33, chapter 18, except 33-18-242;

1 (e) Title 33, chapter 19;

2 (f) 33-22-107, 33-22-131, 33-22-134, and 33-22-135; and

3 (g) 33-22-512, 33-22-525 and 33-22-526.

4 (2) Except as provided in this chapter, other provisions of Title 33 do not apply to a self-funded multiple
5 employer welfare arrangement that has been issued a certificate of authority that has not been revoked."

6
7 NEW SECTION. SECTION 7. EFFECTIVE DATE. [THIS ACT] IS EFFECTIVE JANUARY 1, 2008.

8
9 NEW SECTION. SECTION 8. APPLICABILITY. [THIS ACT] APPLIES TO POLICIES, CERTIFICATES, EVIDENCE OF
10 COVERAGE, AND PLANS ISSUED OR RENEWED ON OR AFTER JANUARY 1, 2008.

11 - END -