# HOUSE BILL REPORT SB 6487

### As Reported by House Committee On:

Health Care & Wellness

**Title**: An act relating to repealing the expiration of the fair payment for chiropractic services requirement.

**Brief Description**: Repealing the expiration of the fair payment for chiropractic services requirement.

**Sponsors**: Senators Franklin, Pridemore, Keiser, Carrell, Pflug, Schoesler, Delvin and Kline.

#### **Brief History:**

#### **Committee Activity:**

Health Care & Wellness: 2/19/10, 2/23/10 [DP].

#### **Brief Summary of Bill**

 Makes permanent the provision prohibiting health carriers from paying chiropractors less than other providers for services provided under the same codes.

#### HOUSE COMMITTEE ON HEALTH CARE & WELLNESS

**Majority Report**: Do pass. Signed by 12 members: Representatives Cody, Chair; Driscoll, Vice Chair; Bailey, Campbell, Clibborn, Green, Herrera, Hinkle, Kelley, Moeller, Morrell and Pedersen.

**Minority Report**: Do not pass. Signed by 1 member: Representative Ericksen, Ranking Minority Member.

Staff: Chris Cordes (786-7103).

#### Background:

By law, health carriers, including disability insurers, health care service contractors, and health maintenance organizations, must permit every category of provider to provide services

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for conditions covered by the plan. They must also offer health benefit plan enrollees an adequate choice among health care providers.

Neither state law nor Insurance Commissioner rules regulate the payment methodologies used by health carriers to reimburse for health care services. Since January 1, 2009, however, health carriers, including the Health Care Authority's public employee health insurance plans, have been prohibited from paying less to a chiropractor than they pay to another type of provider for services provided under the same code, unless certain exemptions are met. This prohibition expires on June 30, 2013.

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## **Summary of Bill**:

The provision that prohibits health carriers from paying chiropractors less than other providers for services provided under the same codes is made permanent by repealing the expiration date.

**Appropriation**: None.

**Fiscal Note**: Not requested.

**Effective Date**: The bill takes effect 90 days after adjournment of the session in which the bill is passed.

#### **Staff Summary of Public Testimony:**

(In support) This bill makes permanent a statutory change that is a fairness issue for chiropractors. The requirement that insurers pay chiropractors no less than the rates paid to other professionals for the same services was put in place two years ago by the Legislature with broad, bipartisan support. At the request of insurers, the Governor vetoed the study from the bill, but left the termination date. The legislation resulted in payment increases for chiropractors, but only for the billing codes that were identified in the legislation. To many chiropractors, it feels like the bias against chiropractors is alive and well. Insurers, not individual providers, control payment rates and terms and conditions of the contract – for individual providers, it is a take it or leave it game.

(Opposed) Insurers supported the study and the sunset. It is only the first year of a 4-year period before sunset of the legislation. There is plenty of time before the scheduled sunset. It is premature to remove the sunset at this time. There are no data that warrant the removal of the sunset. The purpose of the sunset is to re-evaluate and examine change over a sufficient period of time. The opportunity to examine this issue further should be preserved.

**Persons Testifying**: (In support) Senator Franklin, prime sponsor; and Lori Bielinksi, Washington State Chiropractic Association.

(Opposed) Mel Sorenson, Americas Health Insurance Plans; and Sydney Zvara, Association of Washington Health Care Plans.

Persons Signed In To Testify But Not Testifying: None.

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