JAN 2 0 2012

## A BILL FOR AN ACT

RELATING TO HEALTH.

### BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF HAWAII:

- SECTION 1. According to a 2009 poll conducted for the
  Closing the Addiction Treatment Gap Initiative, most Americans,
  regardless of race, age, place of residence, or income, know
  someone personally who has been addicted to alcohol or drugs.
- 5 Additionally, the 2009 poll showed that seventy-three per cent
- 6 of Americans support the idea of including alcohol and drug
- 7 addiction treatment as part of national health care reform to
- 8 make the treatment more accessible and affordable. Despite
- 9 widespread concern and support across America, the legislature
- 10 finds that treatment for behavioral health disorders continues
- 11 to be costlier and more difficult to obtain than general medical
- 12 care. Different financial limits and cost-sharing requirements,
- 13 limits on coverage, providers, types, and duration of treatment,
- 14 and other provisions constrain the level and quality of insured
- 15 health care that is available to those with behavioral health
- 16 issues.
- 17 Pursuant to the United States Department of the Treasury's
- 18 Interim Final Rules pertaining to the Paul Wellstone and Pete



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- 1 Domenici Mental Health Parity and Addiction Equity Act of 2008,
- 2 group health plans are required to have no more restrictions on
- 3 mental health and substance abuse disorders than on medical or
- 4 surgical benefits. The legislature finds that while the Interim
- 5 Final Rules require action by the State to ensure compliance,
- 6 the State also has the option to enact and implement parity laws
- 7 that are even more comprehensive than what is required for
- 8 federal compliance.
- 9 The purpose of this Act is to convene a mental health and
- 10 substance abuse parity working group to determine how the State
- 11 can come into compliance with federal mental health and
- 12 substance abuse parity laws and regulations and enhance its
- 13 existing parity laws.
- 14 SECTION 2. (a) The director of health shall convene a
- 15 mental health and substance abuse parity working group and may
- 16 work with any other department to carry out the purpose of this
- 17 Act. The working group shall consist of eleven members as
- 18 follows:
- 19 (1) One member selected by the governor;
- 20 (2) One member selected by the president of the senate;
- 21 (3) One member selected by the speaker of the house of
- 22 representatives;

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1	(4)	one member selected by the attorney general;
2	(5)	One member selected by the insurance commissioner;
3	(6)	One member selected by the alcohol and drug abuse
4		division of the department of health;
5	(7)	One psychiatrist selected by the adult mental health
6		division of the department of health;
7	(8)	One representative of the Hawaii Substance Abuse
8		Coalition;
9	(9)	One representative of the Mental Health Association in
10		Hawaii;
11	(10)	One representative of the Legal Aid Society of Hawaii;
12		and
13	(11)	One representative of a health insurance provider,
14		regulated under chapter 431, article 10A; chapter 432,
15		article I; or chapter 432D, or a managed care
16		provider, such as a health maintenance organization or
17		preferred provider organization.
18	(b)	The duties of the working group shall be as follows:
19	(1)	Review special reports, and updates to the special
20		reports, that provide an analysis of the Paul
21		Wellstone and Pete Domenici Mental Health Parity and

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1		Addi	ction Equity Act of 2008 and relevant Interim
2		Fina	l Rules;
3	(2)	Revi	ew the provisions in national health care reform
4		laws	and regulations that affect behavioral health
5		care	, including:
6		(A)	Provisions that interact with the Mental Health
7			Parity and Addiction Equity Act of 2008;
8		(B)	Provisions that address the issue of behavioral
9			health provider shortage by providing for the
10			establishment of grant programs to train and
11			educate such providers;
12		(C)	Provisions that address the issue of
13			affordability and lack of coordination of
14			behavioral health care through the establishment
15			of federally qualified behavioral health centers
16			and co-location of primary and specialty care
17			services with behavioral health services; and
18		(D)	Provisions that address research needs in
19			specialty areas of mental health care, such as
20			authorizing studies on postpartum depression;

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1	(3)	Determine the State's role and responsibilities in		
2		impl	ementing the Mental Health Parity and Addiction	
3		Equi	ty Act of 2008; and	
. 4	(4)	Base	d on information reviewed or determined pursuant	
5		to p	aragraphs (1) through (3), examine and make	
6		recommendations regarding the addition or enhancement		
7		of various components of the State's mental health and		
8		substance abuse parity laws, including:		
9		(A)	Coverage options, including mandatory coverage of	
10			mental illnesses and substance abuse;	
11		(B)	Definitions of covered conditions and other terms	
12			necessary to implement the State's parity laws;	
13		(C)	Individual and small group plans;	
14		(D)	Financial and durational limits on treatment;	
15		(E)	Determination of medical necessity;	
16		(F)	Managed care;	
17		(G)	Out-of-network coverage;	
18		(H)	Adequacy of network provider panels;	
19		(I)	Prescription medications;	
20		(J)	Specific services for serious mental illness;	
21		(K)	Oversight of implementation; and	
22		(L)	Independent external review of claims.	

- (c) The legislative reference bureau shall assist the 1 working group in drafting any appropriate legislation. 2
- (d) The working group shall submit to the legislature a 3
- report of its findings and recommendations, including proposed 4
- 5 legislation, no later than twenty days prior to the convening of
- the regular session of 2014 and shall dissolve on June 30, 2014. 6

7 SECTION 3. This Act shall take effect upon its approval.

8

INTRODUCED BY: John Chum awland

### Report Title:

Mental Health and Substance Abuse Parity; Working Group

#### Description:

Requires the director of health to convene a mental health and substance abuse parity working group to determine how the State can come into compliance with federal mental health and substance abuse parity laws and regulations and enhance existing state parity laws.

The summary description of legislation appearing on this page is for informational purposes only and is not legislation or evidence of legislative intent.