

NEIL ABERCROMBIE GOVERNOR

GOV. MSG. NO. 1262

June 30, 2014

The Honorable Donna Mercado Kim,
President
and Members of the Senate
Twenty-Seventh State Legislature
State Capitol, Room 409
Honolulu, Hawaii 96813

The Honorable Joseph M. Souki, Speaker and Members of the House of Representatives Twenty-Seventh State Legislature State Capitol, Room 431 Honolulu, Hawaii 96813

Dear President Kim, Speaker Souki, and Members of the Legislature:

This is to inform you that on June 30, 2014, the following bill was signed into law:

SB2469 SD2 HD3 CD1

RELATING TO TELEHEALTH ACT 159 (14)

NEIL ABERCROMBIE Governor, State of Hawaii TWENTY-SEVENTH LEGISLATURE, 2014

ACT 159 S.B. NO.

2469 S.D. 2 H.D. 3

C.D. 1

### A BILL FOR AN ACT

RELATING TO TELEHEALTH.

STATE OF HAWAII

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

1	SECTIO	N 1	The	legislature	finde	that	One	Ωf	the
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- 2 challenges faced by the country's health care system is
- 3 providing quality care to segments of the population who do not
- 4 have access to essential services because of geographic
- 5 limitations. Using telehealth to deliver health care from a
- 6 distance is an effective way of overcoming certain barriers to
- 7 accessing care, particularly for communities located in rural
- 8 and remote areas. This is especially important in Hawaii, where
- 9 residents on the neighbor islands and in rural areas do not have
- 10 the same level of access to care as residents in urban areas of
- 11 Oahu.
- The legislature further finds that telehealth services are
- 13 used extensively across the country with no compromise in
- 14 quality of care when the services are within the scope of
- 15 practice of a provider. However, reimbursement policies vary
- 16 between health plans, leading to confusion among health care
- 17 providers and restrictions on patient access to quality health
- 18 care.



1	The legislature additionally finds that requiring parity
2	for telehealth services will empower consumer choice, reduce
3	disparities in access to care, enhance health care provider
4	availability, and improve quality of care.
5	The legislature also finds that various sections of the
6	Hawaii Revised Statutes contain different definitions for or
7	references to "telemedicine" and "telehealth" and notes that
8	these definitions and references should be harmonized for
9	consistency.
_ *	Accordingly, the purpose of this Act is to:
11	(1) Require equivalent insurance reimbursement for
12	services, including behavioral health services,
13	provided by a health care provider to a patient
14	regardless of whether the service is provided through
15	telehealth or via face-to-face contact between health
16	care provider and patient;
17	(2) Clarify that health care providers for purposes of
18	telehealth include primary care providers, mental

health providers, oral health providers, physicians

registered nurses, psychologists, and dentists; and

and osteopathic physicians, advanced practice

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1	(3) Change references to "telemedicine" in the Hawaii
2	Revised Statutes to "telehealth" for consistency.
3	SECTION 2. Section 209E-2, Hawaii Revised Statutes, is
4	amended by amending the definition of "medical and health care
5	services" to read as follows:
6	""Medical and health care services" means medical research,
7	clinical trials, and [telemedicine,] telehealth, but not routine
8	medical treatment or services."
9	SECTION 3. Section 431:10A-116.3, Hawaii Revised Statutes,
11)	is amended by amending subsection (c) to read as follows:
11	"(c) Reimbursement for services provided through
12	telehealth shall be equivalent to reimbursement for the same
13	services provided via face-to-face contact between a health care
14	provider and a patient. There shall be no reimbursement for a
15	telehealth consultation between health care providers unless a
16	health care provider-patient relationship exists between the
17	patient and one of the health care providers involved in the
18	telehealth interaction[-] and the patient is accompanied by a
19	treating health care provider at the time telehealth services
20	are provided by the consulting health care provider; provided
21	that when behavioral health services are provided, a second

- 1 health care provider shall not be required to accompany the
- 2 patient.
- For the purposes of this section, "health care provider"
- 4 means a provider of services, as defined in 42 U.S.C. 1395x(u),
- 5 a provider of medical and other health services, as defined in
- 6 42 U.S.C. 1395x(s), and any other person or organization who
- 7 furnishes, bills, or is paid for health care in the normal
- 8 course of business[-], including but not limited to primary care
- 9 providers, mental health providers, oral health providers,
- physicians and osteopathic physicians licensed under chapter
- 453, advanced practice registered nurses licensed under chapter
- 12 457, psychologists licensed under chapter 465, and dentists
- 13 licensed under chapter 448."
- 14 SECTION 4. Section 432:1-601.5, Hawaii Revised Statutes,
- 15 is amended by amending subsection (c) to read as follows:
- 16 "(c) Reimbursement for services provided through
- 17 telehealth shall be equivalent to reimbursement for the same
- 18 services provided via face-to-face contact between a health care
- 19 provider and a patient. There shall be no reimbursement for a
- 20 telehealth consultation between health care providers unless a
- 21 health care provider-patient relationship exists between the
- 22 patient and one of the health care providers involved in the

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- 1 telehealth interaction[-] and the patient is accompanied by a
- 2 treating health care provider at the time telehealth services
- 3 are provided by the consulting health care provider; provided
- 4 that when behavioral health services are provided, a second
- 5 health care provider shall not be required to accompany the
- 6 patient.
- 7 For the purposes of this section, "health care provider"
- 8 means a provider of services, as defined in 42 U.S.C. 1395x(u),
- 9 a provider of medical or other health services, as defined in 42
- U.S.C. 1395x(s), and any other person or organization who
- 11 furnishes, bills, or is paid for health care in the normal
- 12 course of business [-], including but not limited to primary care
- 13 providers, mental health providers, oral health providers,
- 14 physicians and osteopathic physicians licensed under chapter
- 15 453, advanced practice registered nurses licensed under chapter
- 16 457, psychologists licensed under chapter 465, and dentists
- 17 licensed under chapter 448."
- 18 SECTION 5. Section 432D-23.5, Hawaii Revised Statutes, is
- 19 amended by amending subsection (c) to read as follows:
- 20 "(c) Reimbursement for services provided through
- 21 telehealth shall be equivalent to reimbursement for the same
- 22 services provided via face-to-face contact between a health care

- 1 provider and a patient. There shall be no reimbursement for a
- 2 telehealth consultation between health care providers unless an
- 3 existing health care provider-patient relationship exists
- 4 between the patient and one of the health care providers
- 5 involved in the telehealth interaction[-] and the patient is
- 6 accompanied by a treating health care provider at the time
- 7 telehealth services are provided by the consulting health care
- 8 provider; provided that when behavioral health services are
- 9 provided, a second health care provider shall not be required to
- 10 accompany the patient.
- 11 For the purposes of this section, "health care provider"
- 12 means a provider of services, as defined in 42 U.S.C. 1395x(u),
- 13 a provider of medical or other health services, as defined in 42
- 14 U.S.C. 1395x(s), and any other person or organization who
- 15 furnishes, bills, or is paid for health care in the normal
- 16 course of business [-], including but not limited to primary care
- 17 providers, mental health providers, oral health providers,
- 18 physicians and osteopathic physicians licensed under chapter
- 19 453, advanced practice registered nurses licensed under chapter
- 20 457, psychologists licensed under chapter 465, and dentists
- 21 licensed under chapter 448."

1	SECT	ION 6. Section 440G-11.5, Hawaii Revised Statutes, is
2	amended by	y amending subsection (a) to read as follows:
3	" [ <del>-[</del> ]	(a) [+] In conjunction with broadband services, the
4	director	shall:
5	(1)	Promote and encourage use of telework alternatives for
6		public and private employees, including appropriate
7		policy and legislative initiatives;
8	(2)	Advise and assist state agencies, and upon request of
r,		the counties, advise and assist the counties, in
10		planning, developing, and administering programs,
11		projects, plans, policies, and other activities to
12		promote telecommuting by employees of state and county
13		agencies;
14	(3)	Support the efforts of both public and private
15		entities in Hawaii to enhance or facilitate the
16		deployment of, and access to, competitively priced,
17	·	advanced electronic communications services, including
18		broadband and its products and services and internet
19		access services of general application throughout
20		Hawaii;
21	(4)	Make recommendations to establish affordable,
22		accessible broadband services to unserved and

1		underserved areas of Hawaii and monitor advancements
2		in communications that will facilitate this goal;
3	(5)	Advocate for, and facilitate the development and
4		deployment of, expanded broadband applications,
5		programs, and services, including telework,
6		[telemedicine,] telehealth, and e-learning, that will
7		bolster the usage of and demand for broadband level
8	•	telecommunications;
9	(6)	Serve as a broadband information and applications
10		clearinghouse for the State and a coordination point
11		for federal American Recovery and Reinvestment Act of
12		2009 broadband-related services and programs; and
13	(7)	Promote, advocate, and facilitate the implementation
14		of the findings and recommendations of the Hawaii
15		broadband task force established by Act 2, First
16		Special Session Laws of Hawaii 2007."
17	SECT	ION 7. Section 453-1.3, Hawaii Revised Statutes, is
18	amended to	o read as follows:
19	"§ <b>4</b> 5.	3-1.3 Practice of [telemedicine.] telehealth. (a)
20	Subject to	o section 453-2(b), nothing in this section shall
21	preclude	any physician acting within the scope of the

- 1 physician's license to practice from practicing [telemedicine]
- 2 telehealth as defined in this section.
- 3 (b) For the purposes of this section, ["telemedicine"]
- 4 "telehealth" means the use of telecommunications [services,] as
- 5 that term is defined in section 269-1, including but not limited
- 6 to real-time video [or web conferencing] conferencing-based
- 7 communication [ex], secure interactive and non-interactive web-
- 8 based communication [to establish], and secure asynchronous
- 9 information exchange, to transmit patient medical information,
- 10 including diagnostic-quality digital images and laboratory
- 11 results for medical interpretation and diagnosis, for the
- 12 purposes of delivering enhanced health care services and
- 13 information to parties separated by distance, establishing a
- 14 physician-patient relationship, [to-evaluate] evaluating a
- 15 patient, or [to treat] treating a patient. ["Telehealth" as
- 16 used in chapters 431, 432, and 432D, includes "telemedicine" as
- 17 defined in this section.]
- 18 (c) [Telemedicine] Telehealth services shall include a
- 19 documented patient evaluation, including history and a
- 20 discussion of physical symptoms adequate to establish a
- 21 diagnosis and to identify underlying conditions or
- 22 contraindications to the treatment recommended or provided.

- 1 (d) Treatment recommendations made via [telemedicine,]
  2 telehealth, including issuing a prescription via electronic
- 3 means, shall be held to the same standards of appropriate.
- 4 practice as those in traditional physician-patient settings that
- 5 do not include a face-to-face visit but in which prescribing is
- 6 appropriate, including on-call telephone encounters and
- 7 encounters for which a follow-up visit is arranged. Issuing a
- 8 prescription based solely on an online questionnaire is not
- 9 treatment for the purposes of this section and does not
- 10 constitute an acceptable standard of care. For the purposes of
- 11 prescribing a controlled substance, a physician-patient
- 12 relationship shall be established pursuant to chapter 329.
- (e) All medical reports resulting from [telemedicine]
- 14 telehealth services are part of a patient's health record and
- 15 shall be made available to the patient. Patient medical records
- 16 shall be maintained in compliance with all applicable state and
- 17 federal requirements including privacy requirements.
- 18 (f) A physician shall not use [telemedicine] telehealth to
- 19 establish a physician-patient relationship with a patient in
- 20 this State without a license to practice medicine in Hawaii.
- 21 Once a provider-patient relationship is established, a patient
- 22 or physician licensed in this State may use [telemedicine]



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1	telehealth	for any purpose, including consultation with a
2	medical pr	covider licensed in another state, authorized by this
3	$section[_{\mathcal{T}}]$	or as otherwise provided by law.
4	(g)	Reimbursement for behavioral health services provided
5	through to	elehealth shall be equivalent to reimbursement for the
6	same serv	ices provided via face-to-face contact between a health
7	care prov	ider and a patient."
8	SECT	ION 8. Section 453-2, Hawaii Revised Statutes, is
ŧ.	amended by	y amending subsection (b) to read as follows:
10	" (b)	Nothing herein shall:
11	(1)	Apply to so-called Christian Scientists; provided that
14		the Christian Scientists practice the religious tenets
13		of their church without pretending a knowledge of
14		medicine or surgery;
15	(2)	Prohibit service in the case of emergency or the
16		domestic administration of family remedies;
17	(3)	Apply to any commissioned medical officer in the
18		United States armed forces or public health service
19		engaged in the discharge of one's official duty,
20		including a commissioned medical officer employed by
21		the United States Department of Defense, while

providing direct [telemedicine] telehealth support or

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l	services to neighbor island beneficiaries within a
2	Hawaii National Guard armory on the island of Kauai,
3	Hawaii, Molokai, or Maui; provided that the
4	commissioned medical officer employed by the United
5	States Department of Defense is credentialed by
6	Tripler Army Medical Center;

- (4) Apply to any practitioner of medicine and surgery from another state when in actual consultation, including in-person, mail, electronic, telephonic, fiber-optic, or other [telemedicine] telehealth consultation with a licensed physician or osteopathic physician of this State, if the physician or osteopathic physician from another state at the time of consultation is licensed to practice in the state in which the physician or osteopathic physician resides; provided that:
  - (A) The physician or osteopathic physician from another state shall not open an office, or appoint a place to meet patients in this State, or receive calls within the limits of the State for the provision of care for a patient who is located in this State;

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(B)	The licensed physician or osteopathic physician
	of this State retains control and remains
	responsible for the provision of care for the
	patient who is located in this State; and

- (C) The laws and rules relating to contagious diseases are not violated;
- (5) Prohibit services rendered by any person certified under part II of this chapter to provide emergency medical services, or any physician assistant, when the services are rendered under the direction and control of a physician or osteopathic physician licensed in this State except for final refraction resulting in a prescription for spectacles, contact lenses, or visual training as performed by an oculist or optometrist duly licensed by the State. The direction and control shall not be construed in every case to require the personal presence of the supervising and controlling physician or osteopathic physician. Any physician or osteopathic physician who employs or directs a person certified under part II of this chapter to provide emergency medical services, or a physician assistant, shall retain full professional and personal

1		responsibility for any act that constitutes the
2		practice of medicine when performed by the certified
3		person or physician assistant;
4	(6)	Prohibit automated external defibrillation by:
5		(A) Any first responder personnel certified by the
6		department of health to provide automated
7		external defibrillation when it is rendered under
8		the medical oversight of a physician or
9		osteopathic physician licensed in this State; or
10		(B) Any person acting in accordance with section
11		663-1.5(e); or
12	(7)	Prohibit a radiologist duly licensed to practice
13		medicine and provide radiology services in another
14		state from using [telemedicine] telehealth while
15		located in this State to provide radiology services to
16		a patient who is located in the state in which the
17		radiologist is licensed. For the purposes of this
18		paragraph:
19		"Radiologist" means a doctor of medicine or a
20		doctor of osteopathy certified in radiology by the
21		American Board of Radiology or the American Board of

Osteopathy.

1	["Telemedicine"]Telehealth" means the use of
2	telecommunications [services], as that term is defined
3	in section 269-1, including but not limited to real-
4	time video conferencing-based communication, secure
5	interactive and non-interactive web-based
6	communication, and secure asynchronous information
7	exchange, to transmit patient medical information,
8	[such as] including diagnostic-quality digital images
9	and laboratory results for medical interpretation and
10	diagnosis, [and deliver] for the purpose of delivering
11	enhanced health care services and information to
12	parties separated by distance. Standard telephone
13	contacts, facsimile transmissions, or email texts, in
14	combination or by themselves, do not constitute a
15	telehealth service for the purposes of this
16	paragraph."
17	SECTION 9. Section 455-1.5, Hawaii Revised Statutes, is
18	amended to read as follows:
19	"[{]§455-1.5[}] Exceptions; scope of chapter. Nothing in
20	this chapter shall be construed to prohibit or restrict:
21	(1) The practice of a profession by individuals who are

licensed, certified, or registered under the laws of

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1	this State	who are	performing	services	within	their
2	authorized	scope of	f practice;			

- (2) The practice of naturopathic medicine by an individual employed by the government of the United States while the individual is engaged in the performance of duties required of the individual by the laws and regulations of the United States;
- (3) The practice of naturopathic medicine by students enrolled in a school that meets the requirements of section 455-3. The performance of naturopathic medicine by students shall be pursuant to a course of instruction or assignments from an instructor and under the supervision of an instructor who is a naturopathic physician licensed pursuant to this chapter; and
- (4) The practice by a doctor of naturopathic medicine duly registered or licensed in another state, territory, or the District of Columbia who is called into this State for consultation with a licensed naturopathic physician, including in-person, mail, electronic, telephonic, fiber-optic, or other [telemedicine] telehealth consultation; provided that:

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Ţ	(A)	The naturopathic physician from another state			
2		shall not open an office, appoint a place to meet			
3		patients, or receive calls within this State for			
4		the provision of care for a patient who is			
5		located in this State; and			
6	(B)	The licensed naturopathic physician of this State			
7		retains control and remains responsible for the			
8		provision of care for the patient who is located			
9		in this State."			
10	SECTION 1	0. Section 457-2.7, Hawaii Revised Statutes, is			
<u>.</u> j	nmended by ame	nding subsection (a) to read as follows:			
12	"(a) Pra	ctice as an advanced practice registered nurse			
13	means the scop	e of nursing in a category approved by the board,			
14	regardless of compensation or personal profit, and includes the				
15	registered nurse scope of practice. The scope of an advanced				
16	practice registered nurse includes but is not limited to				
17	advanced assessment; telehealth; and the diagnosis,				
18	prescription, selection, and administration of therapeutic				
19	measures inclu	ding over the counter drugs, legend drugs, and			
20	controlled substances within the advanced practice registered				
21	nurse's role and specialty-appropriate education and				
22	certification.	M.			

1	SECTION 11. Section 466J-6, Hawaii Revised Statutes, is	
2	amended by	y amending subsection (a) to read as follows:
3	" (a)	Any provision in this chapter to the contrary
4	notwithst	anding, a license shall not be required for:
5	(1)	A licensed medical practitioner in radiology;
6	(2)	A licensed practitioner of nuclear medicine;
7	(3)	A licensed physician assistant;
8	(4)	A licensed doctor of dentistry;
9	(5)	A licensed dental technician;
10	(6)	A licensed dental hygienist;
	(7)	A student in an approved school for radiographers,
12		radiation therapists, or nuclear medicine
13	•	technologists, or in a school of medicine, podiatry,
14		dentistry, or a chiropractic school; provided that the
15		student is operating x-ray machines under the direct
16	•	supervision of a licensed radiographer, licensed
17		radiation therapist, licensed nuclear medicine
18		technologist, or a qualified person pursuant to this
19		chapter; and
20	(8)	A radiologist duly licensed to practice medicine and
21		radiology services in another state who uses
22		[telemedicine] telehealth while located in this State

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to provide radiology services to a patient who is located in the state in which the radiologist is licensed. For the purposes of this paragraph:

"Radiologist" means a doctor of medicine or a doctor of osteopathy certified in radiology by the American Board of Radiology or the American Board of Osteopathy.

["Telemedicine"] "Telehealth" means the use of telecommunications [services], as that term is defined in section 269-1, including but not limited to realtime video conferencing-based communication, secure interactive and non-interactive web-based communication, and secure asynchronous information exchange, to transmit patient medical information, [such as] including diagnostic-quality digital images and laboratory results for medical interpretation and diagnosis, [and deliver] for the purpose of delivering enhanced health care services and information to parties separated by distance. Standard telephone contacts, facsimile transmissions, or email texts, in combination or by themselves, do not constitute a

1	telehealth service for the purposes of this		
2	paragraph."		
3	SECTION 12. Statutory material to be repealed is bracketed		
4	and stricken. New statutory material is underscored.		
5	SECTION 13. This Act shall take effect upon its approval.		

**APPROVED** this day of

**GOVERNOR OF THE STATE OF HAWAII**