THE SENATE TWENTY-SEVENTH LEGISLATURE, 2014 STATE OF HAWAII

S.B. NO. 2469

JAN 17 2014

#### A BILL FOR AN ACT

RELATING TO TELEHEALTH.

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

SECTION 1. The legislature finds that one of the 1 challenges facing the country's health care system is providing 2 3 quality care to segments of the population who do not have 4 access to essential services because of geographic limitations. The use of telehealth to deliver health care from a distance is 5 6 an effective way of overcoming certain barriers to care, 7 particularly for communities located in rural and remote areas. 8 This is especially important in a state like Hawaii, where 9 residents on the neighbor islands and in rural areas lack the same level of access to care that residents on Oahu enjoy. 10 11 The legislature further finds that telehealth services are

12 used extensively across the country with no compromise in 13 quality of care when the services are within the scope of 14 practice of a provider. However, reimbursement policies vary 15 between health plans, leading to confusion among health care 16 providers and restrictions on patient access to quality health 17 care.



### S.B. NO. 2469

The legislature additionally finds that requiring parity
 for telehealth services will empower consumer choice, reduce
 disparities in access to care, enhance health care provider
 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.

10 Accordingly, the purpose of this Act is to:

11 Require reimbursement for services provided through (1) 12 telehealth to be equivalent to reimbursement for the 13 same services provided via face-to-face contact 14 between a health care provider and a patient; 15 (2) Clarify that a health care provider of telehealth 16 includes primary care providers, mental health 17 providers, and oral health providers such as 18 physicians and osteopathic physicians, advanced 19 practice registered nurses, psychologists, and 20 dentists; and

21 (3) Amend references to "telemedicine" in the Hawaii
22 Revised Statutes to "telehealth" for consistency.



1	SECTION 2. Section 209E-2, Hawaii Revised Statutes, is		
2	amended by amending the definition of "medical and health care		
3	services" to read as follows:		
4	""Medical and health care services" means medical research,		
5	clinical trials, and [ <del>telemedicine,</del> ] <u>telehealth,</u> but not routine		
6	medical treatment or services."		
7	SECTION 3. Section 431:10A-116.3, Hawaii Revised Statutes,		
8	is amended by amending subsection (c) to read as follows:		
9	"(c) Reimbursement for services provided through		
10	telehealth shall be equivalent to reimbursement for the same		
11	services provided via face-to-face contact between a health care		
12	provider and a patient. There shall be no reimbursement for a		
13	telehealth consultation between health care providers unless a		
14	health care provider-patient relationship exists between the		
15	patient and one of the health care providers involved in the		
16	telehealth interaction.		
17	For the purposes of this section, "health care provider"		
18	means a provider of services, as defined in 42 U.S.C. 1395x(u),		
19	a provider of medical and other health services, as defined in		
20	42 U.S.C. $1395x(s)$ , and any other person or organization who		
21	furnishes, bills, or is paid for health care in the normal		
22	course of business[-], including but not limited to primary care		
	2014-0032 SB SMA-2.doc		

1	providers, mental health providers, and oral health providers
2	such as physicians and osteopathic physicians licensed under
3	chapter 453, advanced practice registered nurses licensed under
4	chapter 457, psychologists licensed under chapter 465, and
5	dentists licensed under chapter 448."
6	SECTION 4. Section 432:1-601.5, Hawaii Revised Statutes,
7	is amended by amending subsection (c) to read as follows:
8	"(c) Reimbursement for services provided through
9	telehealth shall be equivalent to reimbursement for the same
10	services provided via face-to-face contact between a health care
11	provider and a patient. There shall be no reimbursement for a
12	telehealth consultation between health care providers unless a
13	health care provider-patient relationship exists between the
14	patient and one of the health care providers involved in the
15	telehealth interaction.
16	For the purposes of this section, "health care provider"
17	means a provider of services, as defined in 42 U.S.C. 1395x(u),
18	a provider of medical or other health services, as defined in 42
19	U.S.C. 1395x(s), and any other person or organization who
20	furnishes, bills, or is paid for health care in the normal
21	course of business [-], including but not limited to primary care
22	providers, mental health providers, and oral health providers
	2014-0032 SB SMA-2.doc

Page 4

1	such as physicians and osteopathic physicians licensed under
2	chapter 453, advanced practice registered nurses licensed under
3	chapter 457, psychologists licensed under chapter 465, and
4	dentists licensed under chapter 448."
5	SECTION 5. Section 432D-23.5, Hawaii Revised Statutes, is
6	amended by amending subsection (c) to read as follows:
7	"(c) Reimbursement for services provided through
8	telehealth shall be equivalent to reimbursement for the same
9	services provided via face-to-face contact between a health care
10	provider and a patient. There shall be no reimbursement for a
11	telehealth consultation between health care providers unless an
12	existing health care provider-patient relationship exists
13	between the patient and one of the health care providers
14	involved in the telehealth interaction.
15	For the purposes of this section, "health care provider"
16	means a provider of services, as defined in 42 U.S.C. 1395x(u),
17	a provider of medical or other health services, as defined in 42
18	U.S.C. 1395x(s), and any other person or organization who
19	furnishes, bills, or is paid for health care in the normal
20	course of business[-], including but not limited to primary care
21	providers, mental health providers, and oral health providers
22	such as physicians and osteopathic physicians licensed under
	2014-0032 SB SMA-2.doc

1	<u>chapter 4</u>	53, advanced practice registered nurses licensed under
2	chapter 4	57, psychologists licensed under chapter 465, and
3	dentists	licensed under chapter 448."
4	SECT	ION 6. Section 440G-11.5, Hawaii Revised Statutes, is
5	amended b	y amending subsection (a) to read as follows:
6	"[+]	(a) $[+]$ In conjunction with broadband services, the
7	director	shall:
8	(1)	Promote and encourage use of telework alternatives for
9		public and private employees, including appropriate
10		policy and legislative initiatives;
11	(2)	Advise and assist state agencies, and upon request of
12		the counties, advise and assist the counties, in
13		planning, developing, and administering programs,
14		projects, plans, policies, and other activities to
15		promote telecommuting by employees of state and county
16		agencies;
17	(3)	Support the efforts of both public and private
18		entities in Hawaii to enhance or facilitate the
19	•	deployment of, and access to, competitively priced,
20		advanced electronic communications services, including
21		broadband and its products and services and internet

2014-0032 SB SMA-2.doc

Page 6

1		access services of general application throughout
2		Hawaii;
3	(4)	Make recommendations to establish affordable,
4		accessible broadband services to unserved and
5		underserved areas of Hawaii and monitor advancements
6		in communications that will facilitate this goal;
7	(5)	Advocate for, and facilitate the development and
8		deployment of, expanded broadband applications,
9		programs, and services, including telework,
10		[telemedicine,] telehealth, and e-learning, that will
11		bolster the usage of and demand for broadband level
12		telecommunications;
13	(6)	Serve as a broadband information and applications
14		clearinghouse for the State and a coordination point
15		for federal American Recovery and Reinvestment Act of
16		2009 broadband-related services and programs; and
17	(7)	Promote, advocate, and facilitate the implementation
18		of the findings and recommendations of the Hawaii
19		broadband task force established by Act 2, First
20		Special Session Laws of Hawaii 2007."
21	SECT:	ION 7. Section 453-1.3, Hawaii Revised Statutes, is
22	amended to	o read as follows:



1	"[+]§453-1.3[+] Practice of [ <del>telemedicine.</del> ] <u>telehealth.</u>
2	(a) Subject to section 453-2(b), nothing in this section shall
3	preclude any physician acting within the scope of the
4	physician's license to practice from practicing [telemedicine]
5	telehealth as defined in this section.
6	(b) For the purposes of this section, [ <del>"telemedicine"</del> ]
7	<u>"telehealth"</u> means the use of telecommunications services, <u>as</u>
8	that term is defined in section 269-1, including but not limited
9	to real-time video [or web conferencing] conferencing-based
10	communication [ <del>or</del> ], secure interactive and non-interactive web-
11	based communication [to-establish], and secure asynchronous
12	information exchange, to transmit patient medical information,
13	including diagnostic-quality digital images and laboratory
14	results for medical interpretation and diagnosis, for the
15	purposes of delivering enhanced health care services and
16	information to parties separated by distance, establishing a
17	physician-patient relationship, [ <del>to evaluate</del> ] <u>evaluating</u> a
18	patient, or [ <del>to-treat</del> ] <u>treating</u> a patient. [ <del>"Telehealth" as</del>
19	used in chapters 431, 432, and 432D, includes "telemedicine" as
20	defined in this section.]
21	(c) [ <del>Telemedicine</del> ] Telehealth services shall include a

(c) [<del>Telemedicine</del>] <u>Telehealth</u> services shall include a
documented patient evaluation, including history and a



1 discussion of physical symptoms adequate to establish a 2 diagnosis and to identify underlying conditions or 3 contraindications to the treatment recommended or provided. 4 (d) Treatment recommendations made via [telemedicine,] 5 telehealth, including issuing a prescription via electronic 6 means, shall be held to the same standards of appropriate 7 practice as those in traditional physician-patient settings that 8 do not include a face-to-face visit but in which prescribing is 9 appropriate, including on-call telephone encounters and encounters for which a follow-up visit is arranged. Issuing a 10 11 prescription based solely on an online questionnaire is not 12 treatment for the purposes of this section and does not 13 constitute an acceptable standard of care. For the purposes of 14 prescribing a controlled substance, a physician-patient relationship shall be established pursuant to chapter 329. 15 (e) All medical reports resulting from [telemedicine] 16 17 telehealth services are part of a patient's health record and 18 shall be made available to the patient. Patient medical records shall be maintained in compliance with all applicable state and 19 20 federal requirements including privacy requirements. 21 (f)

(f) A physician shall not use [telemedicine] telehealth to
establish a physician-patient relationship with a patient in



Page 9

#### S.B. NO. 2469

1 this State without a license to practice medicine in Hawaii. 2 Once a provider-patient relationship is established, a patient or physician licensed in this State may use [telemedicine] 3 telehealth for any purpose, including consultation with a 4 5 medical provider licensed in another state, authorized by this 6 section, or as otherwise provided by law." SECTION 8. Section 453-2, Hawaii Revised Statutes, is 7 amended by amending subsection (b) to read as follows: 8 9 "(b) Nothing herein shall: Apply to so-called Christian Scientists; provided that 10 (1)the Christian Scientists practice the religious tenets 11 of their church without pretending a knowledge of 12 medicine or surgery; 13 Prohibit service in the case of emergency or the 14 · (2) domestic administration of family remedies; 15 16 (3)Apply to any commissioned medical officer in the United States armed forces or public health service 17 engaged in the discharge of one's official duty, 18 19 including a commissioned medical officer employed by the United States Department of Defense, while 20 21 providing direct [telemedicine] telehealth support or 22 services to neighbor island beneficiaries within a

2014-0032 SB SMA-2.doc

2014-0032 SB SMA-2.doc

#### S.B. NO. 2469

1 Hawaii National Guard armory on the island of Kauai, Hawaii, Molokai, or Maui; provided that the 2 3 commissioned medical officer employed by the United States Department of Defense is credentialed by 4 5 Tripler Army Medical Center; Apply to any practitioner of medicine and surgery from (4) 6 7 another state when in actual consultation, including 8 in-person, mail, electronic, telephonic, fiber-optic, 9 or other [telemedicine] telehealth consultation with a licensed physician or osteopathic physician of this 10 State, if the physician or osteopathic physician from 11 12 another state at the time of consultation is licensed 13 to practice in the state in which the physician or 14 osteopathic physician resides; provided that: The physician or osteopathic physician from 15 (A) another state shall not open an office, or 16 appoint a place to meet patients in this State, 17 or receive calls within the limits of the State 18 for the provision of care for a patient who is 19 located in this State; 20 21 (B) The licensed physician or osteopathic physician of this State retains control and remains 22

## S.B. NO. 2469

1		responsible for the provision of care for the
2		patient who is located in this State; and
3		(C) The laws and rules relating to contagious
4		diseases are not violated;
5	(5)	Prohibit services rendered by any person certified
6		under part II of this chapter to provide emergency
7		medical services, or any physician assistant, when the
8		services are rendered under the direction and control
9		of a physician or osteopathic physician licensed in
10		this State except for final refraction resulting in a
11		prescription for spectacles, contact lenses, or visual
12		training as performed by an oculist or optometrist
13		duly licensed by the State. The direction and control
14		shall not be construed in every case to require the
15		personal presence of the supervising and controlling
16		physician or osteopathic physician. Any physician or
17		osteopathic physician who employs or directs a person
18		certified under part II of this chapter to provide
19		emergency medical services, or a physician assistant,
20		shall retain full professional and personal
21		responsibility for any act that constitutes the

2014-0032 SB SMA-2.doc

Page 13

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



["Telemedicine"] "Telehealth" means the use of 1 2 telecommunications services, as that term is defined in section 269-1, including but not limited to real-3 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 telehealth service for the purposes of this section." 15 16 SECTION 9. Section 455-1.5, Hawaii Revised Statutes, is 17 amended to read as follows: 18 "[+]§455-1.5[+] Exceptions; scope of chapter. Nothing in

20 (1) The practice of a profession by individuals who are
21 licensed, certified, or registered under the laws of

this chapter shall be construed to prohibit or restrict:



19

Page 15

1 this State who are performing services within their 2 authorized scope of practice; 3 (2)The practice of naturopathic medicine by an individual employed by the government of the United States while 4 5 the individual is engaged in the performance of duties 6 required of the individual by the laws and regulations 7 of the United States; 8 (3) The practice of naturopathic medicine by students 9 enrolled in a school that meets the requirements of 10 section 455-3. The performance of naturopathic 11 medicine by students shall be pursuant to a course of 12 instruction or assignments from an instructor and 13 under the supervision of an instructor who is a 14 naturopathic physician licensed pursuant to this 15 chapter; and 16 (4) The practice by a doctor of naturopathic medicine duly 17 registered or licensed in another state, territory, or 18 the District of Columbia who is called into this State 19 for consultation with a licensed naturopathic 20 physician, including in-person, mail, electronic, 21 telephonic, fiber-optic, or other [telemedicine] 22 telehealth consultation; provided that:



Page 16

1 (A) The naturopathic physician from another state shall not open an office, appoint a place to meet 2 patients, or receive calls within this State for 3 the provision of care for a patient who is 4 5 located in this State; and The licensed naturopathic physician of this State 6 (B) 7 retains control and remains responsible for the 8 provision of care for the patient who is located in this State." 9 SECTION 10. Section 457-2.7, Hawaii Revised Statutes, is 10 amended by amending subsection (a) to read as follows: 11 Practice as an advanced practice registered nurse 12 "(a) 13 means the scope of nursing in a category approved by the board, 14 regardless of compensation or personal profit, and includes the registered nurse scope of practice. The scope of an advanced 15 16 practice registered nurse includes but is not limited to advanced assessment; telehealth; and the diagnosis, 17 prescription, selection, and administration of therapeutic 18 19 measures including 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."

2014-0032 SB SMA-2.doc

Page 17

1	SECT	ION 11. Section 466J-6, Hawaii Revised Statutes, is
2	amended b	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;
11	(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



### S.B. NO. 2469

1 to provide radiology services to a patient who is 2 located in the state in which the radiologist is licensed. For the purposes of this paragraph: 3 4 "Radiologist" means a doctor of medicine or a 5 doctor of osteopathy certified in radiology by the 6 American Board of Radiology or the American Board of 7 Osteopathy. ["Telemedicine"] "Telehealth" means the use of 8 9 telecommunications services, as that term is defined in section 269-1, including but not limited to real-10 11 time video conferencing-based communication, secure interactive and non-interactive web-based 12 communication, and secure asynchronous information 13 14 exchange, to transmit patient medical information, [such as] including diagnostic-quality digital images 15 16 and laboratory results for medical interpretation and 17 diagnosis, [and deliver] for the purpose of delivering 18 enhanced health care services and information to 19 parties separated by distance. Standard telephone 20 contacts, facsimile transmissions, or email texts, in 21 combination or by themselves, do not constitute a 22 telehealth service for the purposes of this chapter."



Page 19

3

4

#### S.B. NO. 2469

SECTION 12. Statutory material to be repealed is bracketed
 and stricken. New statutory material is underscored.

SECTION 13. This Act shall take effect upon its approval.

Kenly & Daken INTRODUCED BY: Frzanne Cinen aakland hu dlun



#### Report Title:

Telehealth; Insurance; Health Care Providers; Reimbursement

#### Description:

2014-0032 SB SMA-2.doc

Requires reimbursement for services provided through telehealth to be equivalent to reimbursement for the same services provided via face-to-face contact between a health care provider and a patient. Clarifies that a health care provider of telehealth includes primary care providers, mental health providers, and oral health providers such as physicians and osteopathic physicians, advanced practice registered nurses, psychologists, and dentists. Amends references to "telemedicine" in the Hawaii Revised Statutes to "telehealth" for consistency.

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