

COUNCIL OF THE DISTRICT OF COLUMBIA

20 DCSTAT 2375

D.C. Law 20-22, effective October 3, 2013 (Expiration date May 16, 2014)

(Related Emergency Legislation is Act 20-87, 20 DCSTAT 1446)

AN ACT

**Bill 20-302
Act 20-110
effective
July 15, 2013**

To amend, on a temporary basis, the Health Benefit Exchange Authority Establishment Act of 2011 to promote meaningful choice, provide enhanced benefits, and build a competitive private insurance marketplace for the residents and small business owners of the District of Columbia.

**Codification
District of
Columbia
Official Code
2001 Edition**

BE IT ENACTED BY THE COUNCIL OF THE DISTRICT OF COLUMBIA, That this act may be cited as the “Better Prices, Better Quality, Better Choices for Health Coverage Temporary Amendment Act of 2013”.

**Better Prices,
Better
Quality,
Better Choices
for Health
Coverage
Temporary
Amendment
Act of 2013**

Sec. 2. The Health Benefit Exchange Authority Establishment Act of 2011, effective March 2, 2012 (D.C. Law 19-94; D.C. Official Code § 31-3171.01 *et seq.*), is amended as follows:

(a) Section 2 (D.C. Official Code §31-3171.01) is amended as follows:

**Note,
§ 31-3171.01**

(1) New paragraphs (8A) and (8B) are added to read as follows:

“(8A) “Metal level” means the bronze, silver, gold, and platinum levels of coverage as defined in section 1302(d)(1) of the Federal Act.

“(8B) “Navigator” refers to the entities described in section 1311(i) of the Federal Act.”.

(2) A new paragraph (18) is added to read as follows:

“(18) “Standardized plan” means a plan with defined benefits and cost sharing as determined by the executive board for the Authority.”.

(b) Section 10 (D.C. Official Code §31-3171.09) is amended as follows:

**Note,
§ 31-3171.09**

(1) Subsection (a) is amended as follows:

(A) Paragraph 5 is amended as follows:

(i) Subparagraph (B)(i) is amended by striking the phrase “at least one qualified health plan at the silver level and at least one plan at the gold level” and inserting the phrase “at least one qualified health plan at the bronze level, at least one qualified health plan at the silver level, and at least one qualified health plan at the gold level” in its place.

(ii) Subparagraph (D) is amended by striking the word “and” at the end.

(iii) New subparagraphs (F), (G), and (H) are added to read as follows:

“(F) Provides accurate attestations as required in the initial certification process;

“(G) Offers one or more standardized plans that meet the criteria developed by the executive board for the Authority, at each metal level in which the carrier is participating, in addition to other plans the carrier may offer; and

“(H) Offers plans subject to the meaningful difference standard, as defined in section 4(ii) of Chapter 1 of the Affordable Exchanges Guidance, dated March 1, 2013, by the Centers for Consumer Information and Insurance Oversight at the Centers for Medicare and Medicaid Services in the U.S. Department of Health and Human Services, or as may be defined by the executive board for the Authority.”.

(B) Paragraph (7) is amended by striking the period at the end and inserting a semicolon in its place.

(C) New paragraphs (8), (9) and (10) are added to read as follows:

“(8) Comply section 512 of the Paul Wellstone and Pete Domenici Mental Health Parity and Addiction Equity Act of 2008, approved October 3, 2008 (Pub. L. No. 110-343; 122 Stat. 3881), as applied to the Federal Act, including covering behavioral health inpatient and outpatient services for mental health and substance use disorders without day or visit limitations;

“(9) Provide a drug formulary that includes, at a minimum, the greater of either the number of drugs listed in each category and class found in the District’s base-benchmark plan formulary, or the minimum number of drugs, by category and class, as established by the Center for Consumer Information and Insurance Oversight in the Centers for Medicare and Medicaid Services at the U.S. Department of Health and Human Services;

“(10) Provide benefits identical to the essential health benefits benchmark plan, as defined in federal regulations promulgated pursuant to section 1302(a) of the Federal Act, as defined by the District without benefit substitution.”.

(2) Subsection (b) is amended as follows:

(A) Paragraph (2) is amended by striking the word “or”.

(B) Paragraph (3) is amended by striking the period at the end and inserting the phrase “; or” in its place.

(C) A new paragraph (4) is added to read as follows:

“(4) On the basis of the number of qualified health plans being offered.”.

(3) New subsections (g) and (h) are added to read as follows:

“(g) A qualified health plan may provide additional services that are not in the essential health benefits package required in subsection (a)(1) of this section, if the services are eligible for claims submission and reimbursement.

“(h) For purposes of the essential health benefits benchmark plan, as defined in federal regulations promulgated pursuant to section 1302(a) of the Federal Act, the term “habilitative services” includes health care services that help a person keep, learn, or improve skills and functioning for daily living, including applied behavioral analysis for the treatment of autism spectrum disorder.”.

(c) New sections 10a and 10b are added to read as follows:

“Sec. 10a. Distribution of individual and small group health benefit plans.

“(a) A carrier that offers individual or small group health benefit plans shall offer such plans solely through the American Health Benefit Exchange, as established pursuant to section 5(a) subject to the following transition:

“(1) Individual health benefit plans with plan years beginning on or after January 1, 2014, shall be offered solely through the American Health Benefit Exchange;

“(2) On or after January 1, 2014, small group health benefit plans offered to any small business that was not insured as of December 31, 2013, shall be offered and issued solely through the American Health Benefit Exchange;

“(3) Small group health benefit plans offered to or renewed by any small business that was insured as of December 31, 2013, may be issued or renewed during calendar year 2014 through existing distribution channels with the same carrier or a new carrier, except that such plans shall meet the qualifications for certification of a qualified health plan as provided in section 10; and

“(4) Unless the Council acts by October 1, 2014 to change the date that all small group health plans shall be offered, issued, or renewed through the American Health Benefit Exchange, on or after January 1, 2015, all small group health benefit plans shall be offered and issued or renewed solely through the American Health Benefit Exchange.

“(b) The requirements of this section shall not apply to grandfathered health plans as defined in section 1251 of the Federal Act.

“Sec. 10b. Sale, solicitation, and negotiation by insurance producers.

“(a) An insurance producer that is licensed in the District and authorized by the Commissioner to sell, solicit, or negotiate health insurance pursuant to the Producer Licensing Act of 2002, effective March 27, 2003 (D.C. Law 14-264; D.C. Official Code § 31-1131.02 *et seq.*), may sell any qualified health plan offered in the American Health Benefit Exchange, after satisfactorily completing training developed and provided by the Authority.

“(b) An insurance producer shall be compensated directly by a health carrier for the sale of a qualified health plan offered in the American Health Benefit Exchange.”.

Sec. 3. Fiscal impact statement.

The Council adopts the fiscal impact statement of the Chief Financial Officer as the fiscal impact statement required by section 602(c)(3) of the District of Columbia Home Rule Act, approved December 24, 1973 (87 Stat. 813; D.C. Official Code § 1-206.02(c)(3)).

Sec. 4. Effective date.

(a) This act shall take effect following approval by the Mayor (or in the event of veto by the Mayor, action by the Council to override the veto), a 30-day period of Congressional review as provided in section 602(c)(1) of the District of Columbia Home Rule Act, approved December

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24, 1973 (87 Stat. 813; D.C. Official Code § 1-206.02(c)(1)), and publication in the District of Columbia Register.

(b) This act shall expire after 225 days of its having taken effect.