Session of 2015

HOUSE BILL No. 2225

By Committee on Health and Human Services

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1 AN ACT concerning medical retainer agreements; providing that such 2 agreements do not constitute insurance. 3 4 Be it enacted by the Legislature of the State of Kansas: 5 Section 1. (a) As used in this section: 6 (1) "Health care provider" means a person licensed under the healing 7 arts act as specified by K.S.A. 65-2802(d), and amendments thereto. 8 Health care provider includes an individual or other legal entity alone or 9 with others professionally associated with the individual or other legal 10 entity. (2) "Medical retainer agreement" means a contract between a health 11 12 care provider and an individual patient or patient's legal representative in 13 which the health care provider agrees to provide routine health care 14 services to the individual patient for an agreed-upon fee and period of 15 time 16 (3) "Routine health care service" means only the following: 17 (A) Screening, assessment, diagnosis and treatment for the purpose of 18 promotion of health or the detection and management of disease or injury; 19 (B) medical supplies and prescription drugs that are dispensed in a 20 health care provider's office or facility site; 21 (C) laboratory work including routine blood screening or routine 22 pathology screening performed by a laboratory that meets either of the 23 following requirements: 24 (i) Is associated with the health care provider that is a party to the 25 medical retainer agreement; or 26 (ii) if not associated with the health care provider, has entered into an 27 agreement with the health care provider that is a party to the medical 28 retainer agreement to provide the laboratory work without charging a fee 29 to the patient for the laboratory work. 30 (b) (1) A medical retainer agreement is not insurance and shall not be 31 subject to any provisions of chapter 40 of the Kansas Statutes Annotated, 32 and amendments thereto. Entering into a medical retainer agreement is not 33 the business of insurance and is not subject to any provisions of chapter 40 34 of the Kansas Statutes Annotated, and amendments thereto. 35 (2) A health care provider or agent of a health care provider is not 36 required to obtain a certificate of authority or license under chapter 40 of

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- the Kansas Statutes Annotated, and amendments thereto, to market, sell or 1 offer to sell a medical retainer agreement. 2
- (3) To be considered a medical retainer agreement for the purposes of 3 this section, the agreement must meet all of the following requirements: 4
 - (A) Be in writing;
- 6 (B) be signed by the health care provider or agent of the health care 7 provider and the individual patient or such patient's legal representative;
- 8 (C) allow either party to terminate the agreement on written notice to the other party; 9
- (D) describe and quantify the specific routine health care services that 10 are included in the agreement; 11 12
 - (E) specify the fee for the agreement;
 - (F) specify the period of time under the agreement;
- 14 (G) prominently state in writing that the agreement is not health 15 insurance:
- 16 (H) prohibit the health care provider and the patient from billing an insurer or other third party payer for the services provided under the 17 18 agreement; and
- 19 (I) prominently state in writing that the individual patient must pay the provider for all services not specified in the agreement and not 20 21 otherwise covered by insurance.
- 22 Sec. 2. This act shall take effect and be in force from and after its 23 publication in the statute book.