2013 SESSION

ENROLLED

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VIRGINIA ACTS OF ASSEMBLY - CHAPTER

2 An Act to amend and reenact §§ 32.1-16 and 32.1-137.2 of the Code of Virginia and §§ 38.2-4214, 3 38.2-4319, and 38.2-4509 of the Code of Virginia as they are currently effective and as they shall 4 become effective, and to amend the Code of Virginia by adding in Chapter 3 of Title 38.2 sections 5 numbered 38.2-316.1 and 38.2-326, relating to the powers of the State Corporation Commission to 6 perform plan management functions for participation in the federal health benefit exchange 7 established by the Secretary of the U.S. Department of Health and Human Services pursuant to 8 § 1321 of the Patient Protection and Affordable Care Act codified as 42 U.S.C. § 18041(c); review 9

- and approval of health insurance premium rates.
- 10 11

Approved

[H 1769]

12 Be it enacted by the General Assembly of Virginia:

That §§ 32.1-16 and 32.1-137.2 of the Code of Virginia and §§ 38.2-4214, 38.2-4319, and 13 1. 38.2-4509 of the Code of Virginia as they are currently effective and as they shall become effective, 14 15 are amended and reenacted and that the Code of Virginia is amended by adding in Chapter 3 of Title 38.2 sections numbered 38.2-316.1 and 38.2-326 as follows: 16

17 § 32.1-16. State Department of Health.

A. There shall be a State Department of Health in the executive department responsible to the 18 19 Secretary of Health and Human Resources. The Department shall be under the supervision and management of the State Health Commissioner. The Commissioner shall carry out his management and 20 21 supervisory responsibilities in accordance with the policies, rules and regulations of the Board.

B. In addition to other duties imposed on the Department pursuant to this title, the Department shall 22 assist in the plan management functions of the federal health benefit exchange established by the Secretary of the U.S. Department of Health and Human Services pursuant to § 1321 of the Patient Protection and Affordable Care Act codified as 42 U.S.C. § 18041(c) in the Commonwealth, including 23 24 25 26 providing assistance to the State Corporation Commission it its performance of plan management 27 functions as set forth in § 38.2-326. The Department shall be compensated for expenses incurred in 28 providing such services. 29

§ 32.1-137.2. Certification of quality assurance; application; issuance; denial; renewal.

30 A. Every managed care health insurance plan licensee shall request a certificate of quality assurance 31 with reference to its managed care health insurance plans simultaneously with filing an initial application to the Bureau of Insurance for licensure. If already licensed by the Bureau of Insurance, every managed 32 33 care health insurance plan licensee may file an application for quality assurance certification with the 34 Department of Health by December 1, 1998, and shall file an application for quality assurance certification with the Department of Health by December 1, 1999, in order to obtain its certificate of 35 quality assurance by July 1, 2000. On or before July 1, 2000, the State Health Commissioner shall certify to the Bureau of Insurance 36

37 38 that a managed care health insurance plan licensee has been issued a certificate of quality assurance by 39 providing the Bureau of Insurance with a copy of each certificate at the time of issuance.

40 Application for a certificate of quality assurance shall be made on a form prescribed by the Board 41 and shall be accompanied by a fee based upon a percentage, not to exceed one-tenth of one percent, of 42 the proportion of direct gross premium income on business done in this Commonwealth attributable to 43 the operation of managed care health insurance plans in the preceding biennium, sufficient to cover 44 reasonable costs for the administration of the quality assurance program. Such fee shall not exceed 45 \$10,000 per licensee. Whenever the account of the program shows expenses for the past biennium to be more than ten percent greater or lesser than the funds collected, the Board shall revise the fees levied by 46 it for certification so that the fees are sufficient, but not excessive, to cover expenses; provided that such 47 fees shall not exceed the limits set forth in this section. Until July 1, 2014, the Department may utilize 48 49 such certification funds as are needed in fulfilling its responsibilities pursuant to subsection B of 50 § 32.1-16.

All applications, including those for renewal, shall require (i) a description of the geographic area to 51 be served, with a map clearly delineating the boundaries of the service area or areas, (ii) a description of 52 53 the complaint system required under § 32.1-137.6, (iii) a description of the procedures and programs 54 established by the licensee to assure both availability and accessibility of adequate personnel and 55 facilities and to assess the quality of health care services provided, and (iv) a list of the licensee's 56 managed care health insurance plans.

HB1769ER

57 B. Every managed care health insurance plan licensee certified under this article shall renew its 58 certificate of quality assurance with the Commissioner biennially by July 1, subject to payment of the 59 fee.

60 C. The Commissioner shall periodically examine or review each applicant for certificate of quality 61 assurance or for renewal thereof.

62 No certificate of quality assurance may be issued or renewed unless a managed care health insurance plan licensee has filed a completed application and made payment of a fee pursuant to subsection A of 63 64 this section and the Commissioner is satisfied, based upon his examination, that, to the extent 65 appropriate for the type of managed care health insurance plan under examination, the managed care 66 health insurance plan licensee has in place and complies with: (i) a complaint system for reasonable and 67 adequate procedures for the timely resolution of written complaints pursuant to § 32.1-137.6; (ii) a 68 reasonable and adequate system for assessing the satisfaction of its covered persons; (iii) a system to provide for reasonable and adequate availability of and accessibility to health care services for its 69 covered persons; (iv) reasonable and adequate policies and procedures to encourage the appropriate 70 71 provision and use of preventive services for its covered persons; (v) reasonable and adequate standards 72 and procedures for credentialing and recredentialing the providers with whom it contracts; (vi) 73 reasonable and adequate procedures to inform its covered persons and providers of the managed care 74 health insurance plan licensee's policies and procedures; (vii) reasonable and adequate systems to assess, 75 measure, and improve the health status of covered persons, including outcome measures, (viii) 76 reasonable and adequate policies and procedures to ensure confidentiality of medical records and patient information to permit effective and confidential patient care and quality review; (ix) reasonable, timely 77 78 and adequate requirements and standards pursuant to § 32.1-137.9; and (x) such other requirements as 79 the Board may establish by regulation consistent with this article.

80 Upon the issuance or reissuance of a certificate, the Commissioner shall provide a copy of such 81 certificate to the Bureau of Insurance.

82 D. Upon determining to deny a certificate, the Commissioner shall notify such applicant in writing 83 stating the reasons for the denial of a certificate. A copy of such notification of denial shall be provided 84 to the Bureau of Insurance. Appeals from a notification of denial shall be brought by a certificate 85 applicant pursuant to the process set forth in § 32.1-137.5.

E. The State Corporation Commission shall give notice to the Commissioner of its intention to issue 86 87 an order based upon a finding of insolvency, hazardous financial condition, or impairment of net worth 88 or surplus to policyholders or an order suspending or revoking the license of a managed care health 89 insurance plan licensee; and the Commissioner shall notify the Bureau of Insurance when he has 90 reasonable cause to believe that a recommendation for the suspension or revocation of a certificate of 91 quality assurance or the denial or nonrenewal of such a certificate may be made pursuant to this article. 92 Such notifications shall be privileged and confidential and shall not be subject to subpoena.

93 F. No certificate of quality assurance issued pursuant to this article may be transferred or assigned 94 without approval of the Commissioner. 95

§ 38.2-316.1. Premium rates.

96 The Commission shall review and approve accident and sickness insurance premium rates applicable 97 to (i) health benefit plans issued in this Commonwealth in the individual and small group markets, as those terms are defined in § 38.2-3431, and (ii) health benefit plans providing health insurance coverage, as defined in § 38.2-3431, in the individual market to residents of the Commonwealth through 98 99 100 a group trust, association, purchasing cooperative, or other group that is not an employer plan. The Commission shall promulgate regulations to establish standards applicable to such review and approval. 101 102 § 38.2-326. Plan management functions.

103 A. The Commission, with the assistance of the Virginia Department of Health, shall perform plan 104 management functions required to certify health benefit plans and stand-alone dental plans for 105 participation in the federal health benefit exchange established by the Secretary of the U.S. Department of Health and Human Services pursuant to § 1321 of the Patient Protection and Affordable Care Act 106 107 codified as 42 U.S.C. § 18041(c) in the Commonwealth, provided that: (i) full funding is available; (ii) the technology infrastructure, including integration with federal, state, and other necessary entities, is 108 109 made available to the Commission by or through the U.S. Department of Health and Human Services or 110 the Virginia Secretary of Health and Human Resources in order for it to carry out the plan management functions authorized in this section; (iii) there are no other impediments that effectively prevent the 111 112 Commission from performing any required plan management functions; and (iv) the performance of such plan management functions is not deemed to establish a health benefit exchange pursuant to § 1311 of 113 the Patient Protection and Affordable Care Act codified as 42 U.S.C. § 18031. For purposes of this 114 115 section, "plan management functions" means analyses and reviews necessary to support the certification, 116 decertification, and recertification of qualified health plans and stand-alone dental plans for the federal health benefit exchange established by the Secretary of the U.S. Department of Health and Human 117

118 Services pursuant to § 1321 of the Patient Protection and Affordable Care Act codified as 42 U.S.C. 119 \$ 18041(c), and the collection of data necessary to perform the above functions.

B. The Commission may contract with and enter into memoranda of understanding to carry out its 120 121 plan management functions with the U.S. Department of Health and Human Services or any other state 122 or federal agency, provided that entering into such contracts or memoranda of understanding are not 123 deemed to establish a health benefit exchange pursuant to § 1311 of the Patient Protection and 124 Affordable Care Act codified as 42 U.S.C. § 18031.

125 C. The Commission's obligation to perform plan management functions described in subsection A is 126 contingent upon receiving federal funding sufficient to pay the operating expenses necessary to carry out 127 the plan management functions. The Commission shall seek full reimbursement from the U.S. 128 Department of Health and Human Services for such expenses.

129 D. The Commission shall not use any special fund revenues dedicated to its other functions and 130 duties, including, but not limited to, revenues from utility consumer taxes or fees from licensees or 131 registrants regulated by the Commission or fees paid to the Clerk's Office, to fund the plan management 132 functions.

133 E. Technology resources provided by the Commission in carrying out the plan management functions 134 shall be limited to existing Commission technology support functions such as desktop support, network 135 administration support, web services support, or other similar support functions.

136 F. The Commission shall make available to the public on its website a written report on the 137 implementation and performance of its plan management functions during the preceding fiscal year, 138 including, at a minimum, the manner in which all funds utilized for its plan management functions were 139 expended.

140 § 38.2-4214. (Effective until July 1, 2014) Application of certain provisions of law.

141 No provision of this title except this chapter and, insofar as they are not inconsistent with this chapter, §§ 38.2-200, 38.2-203, 38.2-209 through 38.2-213, 38.2-218 through 38.2-225, 38.2-230, 38.2-322, 38.2-305, 38.2-316, 38.2-316.1, 38.2-322, 38.2-326, 38.2-400, 38.2-402 through 38.2-413, 142 143 38.2-500 through 38.2-515, 38.2-600 through 38.2-620, 38.2-700 through 38.2-705, 38.2-900 through 144 145 38.2-904, 38.2-1017, 38.2-1018, 38.2-1038, 38.2-1040 through 38.2-1044, Articles 1 (§ 38.2-1300 et 146 seq.) and 2 (§ 38.2-1306.2 et seq.) of Chapter 13, §§ 38.2-1312, 38.2-1314, 38.2-1315.1, 38.2-1317 through 38.2-1328, 38.2-1334, 38.2-1340, 38.2-1400 through 38.2-1444, 38.2-1800 through 38.2-1836, 147 38.2-3400, 38.2-3401, 38.2-3404, 38.2-3405, 38.2-3405.1, 38.2-3406.1, 38.2-3406.2, 38.2-3407.1 through 148 149 38.2-3407.6:1, 38.2-3407.9 through 38.2-3407.18, 38.2-3409, 38.2-3411 through 38.2-3419.1, 150 38.2-3430.1 through 38.2-3446, 38.2-3501, 38.2-3502, subdivision 13 of § 38.2-3503, subdivision 8 of 151 § 38.2-3504, §§ 38.2-3514.1, 38.2-3514.2, §§ 38.2-3516 through 38.2-3520 as they apply to Medicare 152 supplement policies, §§ 38.2-3522.1 through 38.2-3523.4, 38.2-3525, 38.2-3540.1, 38.2-3541 through 153 38.2-3542, 38.2-3543.2, Article 5 (§ 38.2-3551 et seq.) of Chapter 35, Chapter 35.1 (§ 38.2-3556 et seq.), §§ 38.2-3600 through 38.2-3607, Chapter 52 (§ 38.2-5200 et seq.), Chapter 55 (§ 38.2-5500 et 154 155 seq.), and Chapter 58 (§ 38.2-5800 et seq.) of this title shall apply to the operation of a plan. 156

§ 38.2-4214. (Effective July 1, 2014) Application of certain provisions of law.

157 No provision of this title except this chapter and, insofar as they are not inconsistent with this chapter, §§ 38.2-200, 38.2-203, 38.2-209 through 38.2-213, 38.2-218 through 38.2-225, 38.2-230, 158 159 38.2-322, 38.2-305, 38.2-316, 38.2-316, 38.2-322, 38.2-326, 38.2-400, 38.2-402 through 38.2-413, 38.2-500 through 38.2-515, 38.2-600 through 38.2-620, 38.2-700 through 38.2-705, 38.2-900 through 160 38.2-904, 38.2-1017, 38.2-1018, 38.2-1038, 38.2-1040 through 38.2-1044, Articles 1 (§ 38.2-1300 et 161 162 seq.) and 2 (§ 38.2-1306.2 et seq.) of Chapter 13, §§ 38.2-1312, 38.2-1314, 38.2-1315.1, 38.2-1317 through 38.2-1328, 38.2-1334, 38.2-1340, 38.2-1400 through 38.2-1444, 38.2-1800 through 38.2-1836, 163 38.2-3400, 38.2-3401, 38.2-3404, 38.2-3405, 38.2-3405.1, 38.2-3406.1, 38.2-3406.2, 38.2-3407.1 through 164 38.2-3407.6:1, 38.2-3407.9 through 38.2-3407.18, 38.2-3409, 38.2-3411 through 38.2-3419.1, 165 38.2-3430.1 through 38.2-3437, 38.2-3501, 38.2-3502, subdivision 13 of § 38.2-3503, subdivision 8 of 166 § 38.2-3504, §§ 38.2-3514.1, 38.2-3514.2, §§ 38.2-3516 through 38.2-3520 as they apply to Medicare 167 supplement policies, §§ 38.2-3522.1 through 38.2-3523.4, 38.2-3525, 38.2-3540.1, 38.2-3541, 38.2-3541.1, 38.2-3541.2, 38.2-3542, 38.2-3543.2, Article 5 (§ 38.2-3551 et seq.) of Chapter 35, 168 169 170 §§ 38.2-3600 through 38.2-3607, Chapter 52 (§ 38.2-5200 et seq.), Chapter 55 (§ 38.2-5500 et seq.), Chapter 58 (§ 38.2-5800 et seq.) and § 38.2-5903 of this title shall apply to the operation of a plan. 171

172 § 38.2-4319. (Effective until July 1, 2014) Statutory construction and relationship to other laws. 173 A. No provisions of this title except this chapter and, insofar as they are not inconsistent with this 174 chapter, §§ 38.2-100, 38.2-136, 38.2-200, 38.2-203, 38.2-209 through 38.2-213, 38.2-216, 38.2-218 175 through 38.2-225, 38.2-229, 38.2-322, 38.2-305, 38.2-316, 38.2-316, 38.2-322, 38.2-326, 38.2-400, 38.2-402 through 38.2-413, 38.2-500 through 38.2-515, 38.2-600 through 38.2-620, Chapter 9 176 177 (§ 38.2-900 et seq.), §§ 38.2-1016.1 through 38.2-1023, 38.2-1057, 38.2-1306.1, Article 2 (§ 38.2-1306.2 et seq.), § 38.2-1315.1, Articles 3.1 (§ 38.2-1316.1 et seq.), 4 (§ 38.2-1317 et seq.) and 5 (§ 38.2-1322 et 178

seq.) of Chapter 13, Articles 1 (§ 38.2-1400 et seq.) and 2 (§ 38.2-1412 et seq.) of Chapter 14, 179 \$\$ 38.2-1800 through 38.2-1836, 38.2-3401, 38.2-3405, 38.2-3405.1, 38.2-3406.1, 38.2-3407.2 through 180 38.2-3407.6:1, 38.2-3407.9 through 38.2-3407.18, 38.2-3411.2, 38.2-3411.3, 38.2-3411.4, 38.2-3412.1:01, 181 182 38.2-3414.1, 38.2-3418.1 through 38.2-3418.17, 38.2-3419.1, 38.2-3430.1 through 38.2-3446, 38.2-3500, 183 subdivision 13 of § 38.2-3503, subdivision 8 of § 38.2-3504, §§ 38.2-3514.1, 38.2-3514.2, 38.2-3522.1 184 through 38.2-3523.4, 38.2-3525, 38.2-3540.1, 38.2-3540.2, 38.2-3541.1, 38.2-3541.2, 38.2-3542, 38.2-3543.2, Article 5 (§ 38.2-3551 et seq.) of Chapter 35, Chapter 35.1 (§ 38.2-3556 et seq.), Chapter 185 186 52 (§ 38.2-5200 et seq.), Chapter 55 (§ 38.2-5500 et seq.), and Chapter 58 (§ 38.2-5800 et seq.) shall be 187 applicable to any health maintenance organization granted a license under this chapter. This chapter shall 188 not apply to an insurer or health services plan licensed and regulated in conformance with the insurance 189 laws or Chapter 42 (§ 38.2-4200 et seq.) except with respect to the activities of its health maintenance 190 organization.

191 B. For plans administered by the Department of Medical Assistance Services that provide benefits 192 pursuant to Title XIX or Title XXI of the Social Security Act, as amended, no provisions of this title 193 except this chapter and, insofar as they are not inconsistent with this chapter, §§ 38.2-100, 38.2-136, 38.2-200, 38.2-203, 38.2-209 through 38.2-213, 38.2-216, 38.2-218 through 38.2-225, 38.2-229, 38.2-322, 38.2-322, 38.2-400, 38.2-402 through 38.2-413, 38.2-500 through 38.2-515, 38.2-600 through 194 195 196 38.2-620, Chapter 9 (§ 38.2-900 et seq.), §§ 38.2-1016.1 through 38.2-1023, 38.2-1057, 38.2-1306.1, Article 2 (§ 38.2-1306.2 et seq.), § 38.2-1315.1, Articles 3.1 (§ 38.2-1316.1 et seq.), 4 (§ 38.2-1317 et 197 198 seq.) and 5 (§ 38.2-1322 et seq.) of Chapter 13, Articles 1 (§ 38.2-1400 et seq.) and 2 (§ 38.2-1412 et seq.) of Chapter 14, §§ 38.2-3401, 38.2-3405, 38.2-3407.2 through 38.2-3407.5, 38.2-3407.6 and 199 38.2-3407.6:1, 38.2-3407.9, 38.2-3407.9:01, and 38.2-3407.9:02, subdivisions F 1, F 2, and F 3 of 200 201 § 38.2-3407.10, §§ 38.2-3407.11, 38.2-3407.11:3, 38.2-3407.13, 38.2-3407.13:1, 38.2-3407.14, 38.2-3411.2, 38.2-3418.1, 38.2-3418.2, 38.2-3419.1, 38.2-3430.1 through 38.2-3437, 38.2-3500, 202 subdivision 13 of § 38.2-3503, subdivision 8 of § 38.2-3504, §§ 38.2-3514.1, 38.2-3514.2, 38.2-3522.1 through 38.2-3523.4, 38.2-3525, 38.2-3540.1, 38.2-3540.2, 38.2-3541.2, 38.2-3542, 38.2-3543.2, Chapter 203 204 205 52 (§ 38.2-5200 et seq.), Chapter 55 (§ 38.2-5500 et seq.), and Chapter 58 (§ 38.2-5800 et seq.) shall be 206 applicable to any health maintenance organization granted a license under this chapter. This chapter shall 207 not apply to an insurer or health services plan licensed and regulated in conformance with the insurance 208 laws or Chapter 42 (§ 38.2-4200 et seq.) except with respect to the activities of its health maintenance 209 organization.

210 C. Solicitation of enrollees by a licensed health maintenance organization or by its representatives 211 shall not be construed to violate any provisions of law relating to solicitation or advertising by health 212 professionals.

213 D. A licensed health maintenance organization shall not be deemed to be engaged in the unlawful 214 practice of medicine. All health care providers associated with a health maintenance organization shall 215 be subject to all provisions of law.

216 E. Notwithstanding the definition of an eligible employee as set forth in § 38.2-3431, a health 217 maintenance organization providing health care plans pursuant to § 38.2-3431 shall not be required to 218 offer coverage to or accept applications from an employee who does not reside within the health 219 maintenance organization's service area.

220 F. For purposes of applying this section, "insurer" when used in a section cited in subsections A and 221 B shall be construed to mean and include "health maintenance organizations" unless the section cited 222 clearly applies to health maintenance organizations without such construction. 223

§ 38.2-4319. (Effective July 1, 2014) Statutory construction and relationship to other laws.

224 A. No provisions of this title except this chapter and, insofar as they are not inconsistent with this 225 chapter, §§ 38.2-100, 38.2-136, 38.2-200, 38.2-203, 38.2-209 through 38.2-213, 38.2-216, 38.2-218 226 through 38.2-225, 38.2-229, 38.2-232, 38.2-305, 38.2-316, 38.2-316.1, 38.2-322, 38.2-326, 38.2-400, 38.2-402 through 38.2-413, 38.2-500 through 38.2-515, 38.2-600 through 38.2-620, Chapter 9 227 (§ 38.2-900 et seq.), §§ 38.2-1016.1 through 38.2-1023, 38.2-1057, 38.2-1306.1, Article 2 (§ 38.2-1306.2 228 et seq.), § 38.2-1315.1, Articles 3.1 (§ 38.2-1316.1 et seq.), 4 (§ 38.2-1317 et seq.), and 5 (§ 38.2-1322 et seq.) of Chapter 13, Articles 1 (§ 38.2-1400 et seq.) and 2 (§ 38.2-1412 et seq.) of Chapter 14, §§ 38.2-1800 through 38.2-1836, 38.2-3401, 38.2-3405, 38.2-3405.1, 38.2-3406.1, 38.2-3407.2 through 229 230 231 232 38.2-3407.6:1, 38.2-3407.9 through 38.2-3407.18, 38.2-3411.2, 38.2-3411.3, 38.2-3411.4, 38.2-3412.1:01, 38.2-3414.1, 38.2-3418.1 through 38.2-3418.17, 38.2-3419.1, 38.2-3430.1 through 38.2-3437, 38.2-3500, 233 234 subdivision 13 of § 38.2-3503, subdivision 8 of § 38.2-3504, §§ 38.2-3514.1, 38.2-3514.2, 38.2-3522.1 235 through 38.2-3523.4, 38.2-3525, 38.2-3540.1, 38.2-3540.2, 38.2-3541.1, 38.2-3541.2, 38.2-3542, 236 38.2-3543.2, Article 5 (§ 38.2-3551 et seq.) of Chapter 35, Chapter 52 (§ 38.2-5200 et seq.), Chapter 55 237 (§ 38.2-5500 et seq.), Chapter 58 (§ 38.2-5800 et seq.) and § 38.2-5903 shall be applicable to any health 238 maintenance organization granted a license under this chapter. This chapter shall not apply to an insurer 239 or health services plan licensed and regulated in conformance with the insurance laws or Chapter 42

HB1769ER

240 (§ 38.2-4200 et seq.) except with respect to the activities of its health maintenance organization.

241 B. For plans administered by the Department of Medical Assistance Services that provide benefits 242 pursuant to Title XIX or Title XXI of the Social Security Act, as amended, no provisions of this title 243 except this chapter and, insofar as they are not inconsistent with this chapter, §§ 38.2-100, 38.2-136, 38.2-200, 38.2-203, 38.2-209 through 38.2-213, 38.2-216, 38.2-218 through 38.2-225, 38.2-229, 244 245 38.2-232, 38.2-322, 38.2-400, 38.2-402 through 38.2-413, 38.2-500 through 38.2-515, 38.2-600 through 246 38.2-620, Chapter 9 (§ 38.2-900 et seq.), §§ 38.2-1016.1 through 38.2-1023, 38.2-1057, 38.2-1306.1, 247 Article 2 (§ 38.2-1306.2 et seq.), § 38.2-1315.1, Articles 3.1 (§ 38.2-1316.1 et seq.), 4 (§ 38.2-1317 et 248 seq.), and 5 (§ 38.2-1322 et seq.) of Chapter 13, Articles 1 (§ 38.2-1400 et seq.) and 2 (§ 38.2-1412 et seq.) of Chapter 14, §§ 38.2-3401, 38.2-3405, 38.2-3407.2 through 38.2-3407.5, 38.2-3407.6, 249 38.2-3407.6:1, 38.2-3407.9, 38.2-3407.9:01, and 38.2-3407.9:02, subdivisions F 1, F 2, and F 3 of 250 251 § 38.2-3407.10, §§ 38.2-3407.11, 38.2-3407.11:3, 38.2-3407.13, 38.2-3407.13:1, 38.2-3407.14, 38.2-3411.2, 38.2-3418.1, 38.2-3418.2, 38.2-3419.1, 38.2-3430.1 through 38.2-3437, 38.2-3500, 252 subdivision 13 of § 38.2-3503, subdivision 8 of § 38.2-3504, §§ 38.2-3514.1, 38.2-3514.2, 38.2-3522.1 253 254 through 38.2-3523.4, 38.2-3525, 38.2-3540.1, 38.2-3540.2, 38.2-3541.2, 38.2-3542, 38.2-3543.2, Chapter 255 52 (§ 38.2-5200 et seq.), Chapter 55 (§ 38.2-5500 et seq.), Chapter 58 (§ 38.2-5800 et seq.) and 256 § 38.2-5903 shall be applicable to any health maintenance organization granted a license under this 257 chapter. This chapter shall not apply to an insurer or health services plan licensed and regulated in 258 conformance with the insurance laws or Chapter 42 (§ 38.2-4200 et seq.) except with respect to the 259 activities of its health maintenance organization.

260 C. Solicitation of enrollees by a licensed health maintenance organization or by its representatives 261 shall not be construed to violate any provisions of law relating to solicitation or advertising by health 262 professionals.

263 D. A licensed health maintenance organization shall not be deemed to be engaged in the unlawful 264 practice of medicine. All health care providers associated with a health maintenance organization shall 265 be subject to all provisions of law.

266 E. Notwithstanding the definition of an eligible employee as set forth in § 38.2-3431, a health maintenance organization providing health care plans pursuant to § 38.2-3431 shall not be required to 267 268 offer coverage to or accept applications from an employee who does not reside within the health 269 maintenance organization's service area.

270 F. For purposes of applying this section, "insurer" when used in a section cited in subsections A and B shall be construed to mean and include "health maintenance organizations" unless the section cited 271 272 clearly applies to health maintenance organizations without such construction. 273

§ 38.2-4509. (Effective until July 1, 2014) Application of certain laws.

274 A. No provision of this title except this chapter and, insofar as they are not inconsistent with this 275 chapter, §§ 38.2-200, 38.2-203, 38.2-209 through 38.2-213, 38.2-218 through 38.2-225, 38.2-229, 38.2-316, 38.2-326, 38.2-400, 38.2-402 through 38.2-413, 38.2-500 through 38.2-515, 38.2-600 through 276 277 38.2-620, 38.2-900 through 38.2-904, 38.2-1038, 38.2-1040 through 38.2-1044, Articles 1 (§ 38.2-1300 278 et seq.) and 2 (§ 38.2-1306.2 et seq.) of Chapter 13, §§ 38.2-1312, 38.2-1314, 38.2-1315.1, Article 4 279 (§ 38.2-1317 et seq.) of Chapter 13, §§ 38.2-1400 through 38.2-1444, 38.2-1800 through 38.2-1836, 280 38.2-3401, 38.2-3404, 38.2-3405, 38.2-3407.10, 38.2-3407.13, 38.2-3407.14, 38.2-3407.15, 38.2-3407.17, 281 38.2-3415, 38.2-3541, Article 5 (§ 38.2-3551 et seq.) of Chapter 35, §§ 38.2-3600 through 38.2-3603, 282 Chapter 55 (§ 38.2-5500 et seq.), and Chapter 58 (§ 38.2-5800 et seq.) of this title shall apply to the 283 operation of a plan.

284 B. The provisions of subsection A of § 38.2-322 shall apply to an optometric services plan. The 285 provisions of subsection C of § 38.2-322 shall apply to a dental services plan.

286 C. The provisions of Article 1.2 (§ 32.1-137.7 et seq.) of Chapter 5 of Title 32.1 shall not apply to 287 either an optometric or dental services plan. 288

§ 38.2-4509. (Effective July 1, 2014) Application of certain laws.

289 A. No provision of this title except this chapter and, insofar as they are not inconsistent with this chapter, §§ 38.2-200, 38.2-203, 38.2-209 through 38.2-213, 38.2-218 through 38.2-225, 38.2-229, 38.2-316, 38.2-326, 38.2-400, 38.2-402 through 38.2-413, 38.2-500 through 38.2-515, 38.2-600 through 290 291 292 38.2-620, 38.2-900 through 38.2-904, 38.2-1038, 38.2-1040 through 38.2-1044, Articles 1 (§ 38.2-1300 293 et seq.) and 2 (§ 38.2-1306.2 et seq.) of Chapter 13, §§ 38.2-1312, 38.2-1314, 38.2-1315.1, Article 4 294 (§ 38.2-1317 et seq.) of Chapter 13, §§ 38.2-1400 through 38.2-1444, 38.2-1800 through 38.2-1836, 295 38.2-3401, 38.2-3404, 38.2-3405, 38.2-3407.10, 38.2-3407.13, 38.2-3407.14, 38.2-3407.15, 38.2-3407.17, 296 38.2-3415, 38.2-3541, Article 5 (§ 38.2-3551 et seq.) of Chapter 35, §§ 38.2-3600 through 38.2-3603, 297 Chapter 55 (§ 38.2-5500 et seq.), Chapter 58 (§ 38.2-5800 et seq.) and § 38.2-5903 of this title shall 298 apply to the operation of a plan.

299 B. The provisions of subsection A of § 38.2-322 shall apply to an optometric services plan. The 300 provisions of subsection C of § 38.2-322 shall apply to a dental services plan.

301 C. The provisions of Article 1.2 (§ 32.1-137.7 et seq.) of Chapter 5 of Title 32.1 shall not apply to 302 either an optometric or dental services plan.

303 2. That no agent, employee, officer, or agency of the Commonwealth, including but not limited to
304 the State Corporation Commission and the Virginia Department of Health, is authorized to take
305 any action to establish, or that could be deemed to establish, a health benefit exchange pursuant to

306 § 1311 of the Patient Protection and Affordable Care Act codified as 42 U.S.C. § 18031.