

## 102ND GENERAL ASSEMBLY State of Illinois 2021 and 2022 HB4844

Introduced 1/27/2022, by Rep. Anna Moeller

## SYNOPSIS AS INTRODUCED:

New Act 815 ILCS 505/2AAAA new

Creates the Vision Care Plan Regulation Act. Provides that no vision care organization may issue a contract that requires an eye care provider to provide services or materials to an enrollee at a fee set by the vision care plan unless the services or materials are covered under the vision care plan. Requires fees for covered services and materials to be reasonable and clearly listed on a fee schedule provided to the eye care provider. Prohibits a vision care organization from misrepresenting the benefits of a vision care plan as a means of selling coverage or communicating the benefit coverage to enrollees. Provides that the Act applies to any subcontractors used by a vision care organization to supply materials or services to an eye care provider or an enrollee under a vision care plan. Prohibits a vision care organization from restricting an eye care provider's freedom to choose suppliers, materials, or labs or from requiring an eye care provider to purchase materials from a source owned by the entity that issued the vision care plan. Provides that the terms, fees, discounts, or reimbursement rates in a vision care plan may not be changed unless mutually agreed to in writing by the eye care provider and the vision care organization. Provides that a person or entity adversely affected by a violation of the Act by the vision care organization may seek injunctive relief and shall recover attorney's fees and costs from the vision care organization upon prevailing. Amends the Consumer Fraud and Deceptive Business Practices Act to provide that any person who violates the Vision Care Plan Regulation Act commits an unlawful practice.

LRB102 24723 BMS 33963 b

1 AN ACT concerning regulation.

## Be it enacted by the People of the State of Illinois, represented in the General Assembly:

- Section 1. Short title. This Act may be cited as the Vision
- 5 Care Plan Regulation Act.
- 6 Section 5. Definitions. As used in this Act:
- "Covered materials" means materials for which
  reimbursement from the vision care plan is provided to an eye
  care provider by an enrollee's plan contract or for which a
  reimbursement would be available but for the application of
  the enrollee's contractual limitation of deductibles,
- 12 copayments, or coinsurance.
- "Covered services" means services for which reimbursement
  from the vision care plan is provided to an eye care provider
  by an enrollee's plan contract or for which a reimbursement
  would be available but for the application of the enrollee's
  contractual plan limitation of deductibles, copayments, or
  coinsurance regardless of how the benefits are listed in an
  enrollee's benefit plan's definition of benefits.
- "Enrollee" means any individual enrolled in a vision care plan provided by a group, employer, or other entity that purchases or supplies coverage for a vision care plan.
- "Eye care provider" means a doctor of optometry licensed

- 1 pursuant to the Illinois Optometric Practice Act of 1987 or a
- 2 physician licensed to practice medicine in all of its branches
- 3 pursuant to the Medical Practice Act of 1987.
- 4 "Materials" means ophthalmic devices, including, but not
- 5 limited to:
- 6 (i) lenses, devices containing lenses, artificial intraocular lenses, ophthalmic frames, and other lens
- 8 mounting apparatus, prisms, lens treatments, and coatings;
- modificing apparatus, prisms, rens creatments, and coatrings,
- 9 (ii) contact lenses and prosthetic devices that
- 10 correct, relieve, or treat defects or abnormal conditions
- of the human eye or adnexa; and
- 12 (iii) any devices that deliver medication or other
- therapeutic treatment to the human eye or adnexa.
- "Services" means the professional work performed by an eye
- 15 care provider.
- "Subcontractor" means any company, group, or third-party
- 17 entity, including agents, servants, partially-owned or
- 18 wholly-owned subsidiaries and controlled organizations, that
- 19 the vision care plan contracts with to supply services or
- 20 materials for an eye care provider or enrollee to fulfill the
- 21 benefit plan of a vision care plan.
- "Vision care organization" means an entity formed under
- 23 the laws of this State or another state that issues a vision
- 24 care plan.
- "Vision care plan" means a plan that creates, promotes,
- sells, provides, advertises, or administers an integrated or

12

13

14

15

16

17

18

19

20

21

22

- 1 stand-alone plan that provides coverage for covered services
- 2 and covered materials.
- 3 Section 10. Noncovered services. No vision 4 organization that issues, delivers, amends, or renews a vision care plan on or after the effective date of this Act shall 5 6 issue a contract that requires an eye care provider to provide 7 services or materials to an enrollee at a fee set by the vision care plan unless the services or materials are covered 8 9 services or covered materials under the vision care plan. De 10 minimis reimbursements shall not qualify a service or material 11 as a covered service or a covered material under this Act.
  - Section 15. Fees for covered services and covered materials. Fees paid under a vision care plan for covered services and covered materials, regardless of the supplier or optical lab used to obtain materials, shall be reasonable and shall be clearly listed on a fee schedule that has been provided to the eye care provider before entering into a contract with the vision care organization.
  - Section 20. Misrepresentation. A vision care organization may not misrepresent the benefits of a vision care plan to groups, employers, or enrollees as a means of selling coverage or communicating the benefit coverage to enrollees.

- Section 25. Subcontractors. The provisions of this Act apply to any subcontractors used by a vision care organization to supply materials or services to an eye care provider or an enrollee under a vision care plan.
- 5 Section 30. Suppliers; optical labs.
  - (a) A vision care organization may not restrict, limit, or disincentivize, either directly or indirectly, an eye care provider's freedom to choose suppliers of services or materials or the use of an optical lab.
    - (b) A vision care organization may not require an eye care provider or patient to order or purchase covered materials, including, but not limited to, ophthalmic lenses, from any source owned by, controlled by, or in a common ownership scheme with the entity that issued the vision care plan.
    - Section 35. Modification of plan. The terms, fees, discounts, or reimbursement rates in a vision care plan may not be changed unless mutually agreed to in writing by the eye care provider and the vision care organization that issued the vision care plan.
- Section 40. Injunctive relief. A person or entity adversely affected by a violation of this Act by the vision care organization that issued a vision care plan may bring an action in a court of competent jurisdiction for injunctive

- 1 relief and, upon prevailing, in addition to any injunctive
- 2 relief that may be granted, shall recover attorney's fees and
- 3 costs from the vision care organization.
- 4 Section 900. The Consumer Fraud and Deceptive Business
- 5 Practices Act is amended by adding Section 2AAAA as follows:
- 6 (815 ILCS 505/2AAAA new)
- 7 Sec. 2AAAA. Violations of the Vision Care Plan Regulation
- 8 Act. Any person who violates the Vision Care Plan Regulation
- 9 Act commits an unlawful practice within the meaning of this
- 10 <u>Act.</u>