House



LEGISLATIVE ACTION

Senate . Comm: FAV . 03/05/2014 . .

The Committee on Health Policy (Galvano) recommended the following:

Senate Substitute for Amendment (484228) (with title amendment) Delete everything after the enacting clause and insert: Section 1. Section 456.4501, Florida Statutes, is created to read: 456.4501 Short title.-Sections 465.4501-465.4507 may be

cited as the "Florida Telemedicine Act."

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10	Section 2. Section 456.4502, Florida Statutes, is created
11	to read:
12	456.4502 DefinitionsAs used in this act, the term:
13	(1) "Act" means the Florida Telemedicine Act.
14	(2) "Advanced communications technology" means:
15	(a) Compressed digital interactive video, audio, or data
16	transmissions;
17	(b) Real-time synchronous video- or web-conferencing
18	communications;
19	(c) Secure web-based communications;
20	(d) Still-image capture or asynchronous store and forward;
21	(e) Health care service transmissions supported by mobile
22	devices (mHealth); or
23	(f) Other technology that facilitates access to health care
24	services or medical specialty expertise.
25	(3) "Distant site" means the location at which the
26	telemedicine provider delivering the health care service is
27	located at the time the service is provided via telemedicine.
28	(4) "Encounter" means an examination, consultation,
29	monitoring, or other health care service.
30	(5) "Health care provider" means a health care practitioner
31	or out-of-state licensed individual who provides health care
32	services within the scope of his or her professional license.
33	(6) "In person" means that a patient is in the physical
34	presence of the health care provider without regard to whether
35	portions of the encounter are conducted by other providers.
36	(7) "Originating site" means the location of the patient
37	receiving telemedicine services, which site meets the standards
38	of this act as verified by the telemedicine provider.

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39 (8) "Patient presenter" means an individual who has 40 clinical background training in the use of advanced 41 communications technology equipment and who is available at the 42 originating site to present the patient, manage the cameras or 43 equipment, and perform any hands-on activity necessary to 44 successfully complete the telemedicine encounter under the 45 direction and supervision of a telemedicine provider. 46 (9) "Store and forward" means the type of telemedicine 47 encounter that uses still images of patient data for rendering a 48 medical opinion or diagnosis. The term includes the asynchronous 49 transmission of clinical data from one site to another. 50 (10) "Telehealth" means the use of advanced communications 51 technology to provide access to health assessment, diagnosis, intervention, consultation, supervision, and information across 52 53 distances. The term includes the use of remote patient-54 monitoring devices that are used to collect and transmit data 55 for telemonitoring and interpretation. 56 (11) "Telemedicine" means the practice of medicine through 57 the use of advanced communications technology by a telemedicine 58 provider at a distant site in compliance with federal and state 59 privacy and confidentiality requirements and encryption 60 standards. Services provided through telemedicine may include 61 patient assessment, diagnosis, consultation, treatment, prescription of medicine, transfer of medical data, or other 62 63 medical-related services. The term does not include audio-only calls, e-mail messages, or facsimile transmissions. Telemedicine 64 65 includes telehealth and telemonitoring. 66 (12) "Telemedicine provider" means a physician licensed 67 under chapter 458 or chapter 459 who provides telemedicine

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68	services.
69	Section 3. Section 456.4503, Florida Statutes, is created
70	to read:
71	456.4503 Telemedicine requirements
72	(1) An out-of-state physician who provides telemedicine
73	across state lines to a patient physically located in this state
74	must:
75	(a) Have a Florida license to practice medicine as provided
76	under chapter 458 or chapter 459, except as provided under
77	subsection (2); or
78	(b) If not licensed in this state:
79	1. Hold an unrestricted active license to practice
80	allopathic or osteopathic medicine in the state of the distant
81	site and that state's licensure requirements must meet or exceed
82	those of this state under chapter 458 or chapter 459, as
83	determined by the appropriate board;
84	2. Maintain professional liability coverage that includes
85	coverage for telemedicine services, in an amount and manner
86	consistent with s. 458.320 and appropriate to the physician's
87	scope of practice and location;
88	3. Have one of the following:
89	a. Privileges at or be on the medical staff of an out-of-
90	state hospital affiliated with a Florida hospital licensed under
91	chapter 395; or
92	b. Affiliation with an out-of-state health insurer or
93	health plan that is also authorized to conduct business in this
94	state pursuant to chapter 627 or chapter 641; and
95	4. Practice in a state that authorizes Florida-licensed
96	physicians to provide telemedicine services to patients located

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97 in that state without having to be licensed to practice medicine 98 in that state. 99 (2) An out-of-state physician authorized under paragraph 100 (1) (b) to provide telemedicine services to patients in this 101 state is subject to appropriate disciplinary action by a 102 regulatory entity in this state which has regulatory 103 jurisdiction over the hospital, insurer, or health plan 104 affiliated with the physician as described in subparagraph 105 (1) (b) 3. Such affiliated hospital, insurer, or health plan shall 106 be held responsible by the appropriate state regulatory entities 107 and other legal and regulatory authorities in this state, as 108 applicable, for the actions of its affiliated physicians 109 providing telemedicine services to patients in this state. 110 (3) A telemedicine provider and a hospital, insurer, or 111 health plan operating in this state which is affiliated with an 112 out-of-state provider as described in subparagraph (1)(b)2. shall make any pertinent records available upon request of the 113 board, the department, or other regulatory authority as 114 115 applicable. Failure to comply with such request may result in 116 the revocation of the provider's license or imposition of a fine 117 by the applicable board; or, in the case of an affiliated hospital, insurer, or health plan, a fine, license restriction, 118 119 or revocation of an affiliated entity's authorization to conduct 120 business in this state. 121 (4) An out-of-state physician is not required to meet the 122 requirements of subsection (1) if: 123 (a) The out-of-state physician is consulting with a 124 physician licensed to practice medicine in this state; and 125 (b) The physician licensed in this state retains ultimate

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126	authority and responsibility for the diagnosis, treatment, and
127	care of the patient located within this state.
128	(5) Physician consultations that occur on an emergency
129	basis and that are conducted via telemedicine are exempt from
130	subsection (1). Emergency services and care provided to relieve
131	an emergency medical condition have the same meaning as provided
132	<u>in s. 395.002.</u>
133	(6) A health care provider or patient presenter acting
134	under the direction and supervision of a physician through the
135	use of telemedicine may not be interpreted as practicing
136	medicine without a license. However, the health care provider
137	must be trained in, educated on, and knowledgeable about the
138	procedure and technology and may not perform duties for which
139	the provider does not have sufficient training, education, and
140	knowledge. Failure to have adequate training, education, and
141	knowledge is grounds for disciplinary action by the appropriate
142	board, or the department if there is no board, or the affiliated
143	regulatory entity for affiliated providers.
144	(7) Upon license renewal, a physician practicing
145	telemedicine shall:
146	(a) Designate himself or herself as a telemedicine provider
147	on the physician's practitioner profile; and
148	(b) Submit proof of successful completion of a course and
149	subsequent examination, approved by the board, on the standards
150	of practice in telemedicine. The course must consist of 2 web-
151	based contact hours. The first course and examination must be
152	offered by July 1, 2014, and shall be conducted at least
153	annually thereafter. The course and examination shall be
154	developed and offered by a statewide professional association of
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155	physicians in this state accredited to provide educational
156	activities designated for an American Medical Association
157	Physician's Recognition Award (AMA PRA) Category 1 credit. The
158	board shall review and approve the content of the initial course
159	and examination if the board determines that the course and
160	examination adequately and reliably satisfy the criteria set
161	forth in this section. The board shall annually thereafter
162	review and approve the course and examination if the board
163	determines that the content continues to adequately and reliably
164	satisfy the criteria set forth in this section. Successful
165	completion of the board-approved course and examination may be
166	used by a certified physician to satisfy 2 hours of continuing
167	education requirements for the biennial period during which the
168	board-approved course and examination are taken. A physician who
169	does not complete a board-approved course and examination under
170	this section may not provide telemedicine services.
171	(8) Venue for a civil or administrative action initiated by
172	the telemedicine recipient, the department, or the appropriate
173	board shall be based on the location of the patient or shall be
174	in Leon County.
175	(9) The boards may adopt rules to administer the
176	requirements of this act and must repeal rules that are
177	inconsistent with this act, including rules that prohibit the
178	use of telemedicine in this state. The appropriate board may
179	also develop standards and adopt rules relating to requirements
180	for patient presenters. Such rules may not require the use of
181	patient presenters in telemedicine services if special skills or
182	training is not needed for a patient to participate in the
183	encounter.

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184 Section 4. Section 456.4504, Florida Statutes, is created 185 to read: 186 456.4504 Telemedicine standards.-187 (1) The standard of care as provided in s. 766.102 is the 188 same regardless of whether the physician provides health care 189 services in person or by telemedicine. The applicable board may adopt rules specifically related to the standard of care for 190 191 telemedicine. (2) A telemedicine provider providing telemedicine services 192 193 under this act is responsible for the quality of the equipment and technology employed and for its safe use. Telemedicine 194 195 equipment and advanced communications technology must, at a 196 minimum, be able to provide the same information to the 197 telemedicine provider as the information that would be obtained 198 in an in-person encounter with a health care provider and must 199 enable the telemedicine provider to meet or exceed the 200 prevailing standard of care for the practice of the profession. 201 (3) The telemedicine provider is not required to conduct a 202 patient history or physical examination of the patient before 203 engaging in a telemedicine encounter if the telemedicine 204 provider conducts a patient evaluation sufficient to meet the 205 prevailing standard of care for the services provided. 206 (4) Before each telemedicine encounter, the identification 207 and location of the telemedicine provider and all other 208 individuals present via advanced communications technology who 209 will view the patient or the patient's information must be 210 identified to the patient. 211 (5) For the purposes of this act, the nonemergency 212 prescribing of a legend drug based solely on an electronic

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213 questionnaire without a visual examination is considered a 214 failure to practice medicine with the level of care, skill, and 215 treatment which is recognized by a reasonably prudent physician 216 or other authorized practitioner and is not authorized under 217 this act. 218 (6) A controlled substance may not be prescribed through the use of telemedicine for chronic, nonmalignant pain. 219 220 (7) Medical records must be kept by each telemedicine 221 provider that participates in a patient telemedicine encounter 222 to the same extent as required for an in-person encounter under 223 state and federal law. Telemedicine providers are encouraged to 224 create electronic health records to document the encounter and 225 to transmit information in the most efficient manner possible. 226 (8) Any medical records generated, including records 227 maintained via video, audio, electronic, or other means, due to 228 a telemedicine encounter must conform to the confidentiality and 229 recordkeeping requirements of federal law and nationally 230 recognized health care accreditation organizations and the laws 231 and rules of this state, regardless of where the medical records 232 of a patient in this state are maintained. 233 (9) Telemedicine technology used by a telemedicine provider 234 must be encrypted and must use a recordkeeping program to verify 235 each interaction. (10) In those situations in which a telemedicine provider 236 237 uses telemedicine technology provided by a third-party vendor, 238 the telemedicine provider must: 239 (a) Require a business associate agreement with the third-240 party vendor; and 241 (b) Ensure that the third-party vendor complies with the

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242	administrative, physical, and technical safeguards and standards
243	set forth by the Health Information Technology for Economic and
244	Clinical Health (HITECH) Act and by federal regulations
245	implemented pursuant to HITECH.
246	Section 5. Section 456.4505, Florida Statutes, is created
247	to read:
248	456.4505 Telemedicine services to diagnose or treat the
249	human eye
250	(1) The use of automated equipment, including computer-
251	controlled devices, in the provision of telemedicine services to
252	diagnose or treat the human eye and its appendages, is
253	permissible if the following requirements are met at the time
254	the automated equipment is used:
255	(a) The automated equipment is approved by the United
256	States Food and Drug Administration for the intended use;
257	(b) The automated equipment is designed and operated in a
258	manner that provides any accommodation required by the federal
259	ADA Amendments Act of 2008;
260	(c) The automated equipment and accompanying technology
261	used for the collection and transmission of information and
262	data, including photographs and scans, gathers and transmits
263	protected health information in compliance with the federal
264	Health Insurance Portability and Accountability Act;
265	(d) The procedure for which the automated equipment is used
266	has a recognized Current Procedural Terminology (CPT) code
267	approved by the Centers for Medicare and Medicaid Services;
268	(e) The physical location of the automated equipment
269	prominently displays the name and Florida license number of the
270	individual who will read and interpret the diagnostic
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'1 i	nformation and data, including photographs and scans;
2	(f) Diagnostic information and data, including photographs
	nd scans, gathered by the automated equipment is read and
	nterpreted by an optometrist licensed under chapter 463 or a
	hysician skilled in diseases of the human eye and licensed
<u>u</u>	nder chapter 458 or chapter 459; and
	(g) The owner or lessee of the automated equipment
m	aintains liability insurance in an amount adequate to cover
С	laims made by individuals diagnosed or treated based on
i	nformation and data, including photographs and scans, generated
b	y the automated equipment.
	(2) A prescription for spectacles or contact lens may not
b	e made based on telemedicine services or based solely on the
r	efractive error of the human eye generated by a computer-
С	ontrolled device such as an autorefractor.
	Section 6. Section 456.4506, Florida Statutes, is created
t	o read:
	456.4506 Telemedicine services under Medicaid
	(1) The Agency for Health Care Administration shall
r	eimburse for Medicaid services provided through telemedicine in
t	he same manner and equivalent to Medicaid services provided in
	erson under parts III and IV of chapter 409, except as provided
	n subsection (7).
	(2) Telemedicine services reimbursed under Medicaid must
m	eet the standards and requirements of this act.
	(3) Except as provided in subsection (7), the agency may
n	ot require in-person contact between a telemedicine provider
	nd Medicaid recipient as a prerequisite for payment for
5	ervices appropriately provided through telemedicine in

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300	accordance with generally accepted health care practices and
301	standards prevailing in the applicable health care community at
302	the time the services are provided.
303	(4) Before receipt of telemedicine services, a Medicaid
304	recipient or the legal representative of a Medicaid recipient
305	must provide informed consent for telemedicine services. A
306	Medicaid recipient shall also be provided the opportunity to
307	receive the same service through an in-person encounter.
308	(5) A Medicaid service that is provided through a fee-for-
309	service or managed care program may not be denied as a
310	creditable Medicaid service solely because that service is
311	provided through telemedicine.
312	(6) Reimbursement of telemedicine services under Medicaid
313	shall be the amount negotiated between the parties involved to
314	the extent permitted under state and federal law. Regardless of
315	the reimbursement methodology or amount, telemedicine providers
316	located at the originating site and the distant site should both
317	receive reimbursement based on the services rendered, if any,
318	during the telemedicine encounter.
319	(7) If, after implementation, the agency determines that
320	the delivery of a particular service through telemedicine is not
321	cost-effective or does not adequately meet the clinical needs of
322	recipients and the determination has been documented, the agency
323	may discontinue Medicaid reimbursement for that telemedicine
324	service.
325	(8) The agency shall submit a report on the usage and
326	costs, including savings, if any, associated with the provision
327	of health care services through telemedicine under the Medicaid
328	program by January 1, 2017, to the President of the Senate, the

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329	Speaker of the House of Representatives, and the minority
330	leaders of the Senate and the House of Representatives.
331	(9) This section is repealed June 30, 2017.
332	Section 7. Section 456.4507, Florida Statutes, is created
333	to read:
334	456.4507 Requirements for private insurer reimbursement
335	(1) Each health carrier or health benefit plan that offers
336	or issues health benefit plans that are delivered, issued for
337	delivery, continued, or renewed in this state on or after
338	January 1, 2014, may not deny coverage for a health care service
339	on the basis that the health care service is provided through
340	telemedicine if the same service would be covered if provided
341	through an in-person encounter.
342	(2) A health carrier may not exclude an otherwise covered
343	health care service from coverage solely because the service is
344	provided through telemedicine rather than through an in-person
345	encounter between a health care provider and a patient.
346	(3) A health carrier is not required to reimburse a
347	telemedicine provider or a consulting provider for originating
348	site fees or costs for the provision of telemedicine services;
349	however, subject to correct coding, a health carrier shall
350	reimburse a health care provider for the diagnosis,
351	consultation, or treatment of an insured or enrollee if the
352	health care service is delivered through telemedicine on the
353	same basis that the health carrier reimburses the service when
354	it is delivered in person.
355	(4) A health care service provided through telemedicine may
356	not be subject to a greater deductible, copayment, or
357	coinsurance amount than would be applicable if the same service

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358	was provided through an in-person diagnosis, consultation, or
359	treatment.
360	(5) A health carrier may not impose upon any person
361	receiving benefits under this section any copayment,
362	coinsurance, or deductible amount or any policy year, calendar
363	year, lifetime, or other durational benefit limitation or
364	maximum for benefits or services which is not equally imposed
365	upon all terms and services covered under the policy, contract,
366	or health benefit plan.
367	(6) This section does not preclude a health carrier from
368	conducting a utilization review to determine the appropriateness
369	of telemedicine as a means of delivering a health care service
370	if such determination is made in the same manner as would be
371	made for the same service delivered in person.
372	(7) A health carrier or health benefit plan may limit
373	coverage for health care services that are provided through
374	telemedicine to health care providers that are in a network
375	approved by the plan or the health carrier.
376	(8) This section does not require a health care provider to
377	be physically present with a patient unless the health care
378	provider who is providing health care services by means of
379	telemedicine determines that the presence of a health care
380	provider is necessary.
381	(9) This section does not apply to a supplemental insurance
382	policy, including a life care contract, accident-only policy,
383	specified-disease policy, hospital policy providing a fixed
384	daily benefit only, Medicare supplement policy, long-term care
385	policy, or short-term major medical policy of a duration of 6
386	months or less or any other supplemental policy as determined by

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387	the Office of Insurance Regulation.
388	Section 8. This act shall take effect October 1, 2014.
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391	And the title is amended as follows:
392	Delete everything before the enacting clause
393	and insert:
394	A bill to be entitled
395	An act relating to telemedicine; creating s. 456.4501,
396	F.S.; providing a short title; creating s. 456.4502,
397	F.S.; defining terms applicable to the act; creating
398	s. 456.4503, F.S.; requiring physicians providing
399	telemedicine services to patients in this state to be
400	licensed in this state or to meet alternative
401	requirements; providing for disciplining out-of-state
402	physicians through affiliated entities operating in
403	this state; requiring pertinent records to be made
404	available upon request; providing certain exceptions
405	for emergency services and consultations; requiring
406	other health care providers to be supervised by a
407	physician; providing continuing education requirements
408	for telemedicine providers; establishing venue;
409	providing applicability; authorizing the licensing
410	boards to adopt rules; creating s. 456.4504, F.S.;
411	providing standards and prohibitions for the provision
412	of telemedicine services; prohibiting nonemergency
413	prescribing of a legend drug without a physical
414	examination; prohibiting the prescription of a
415	controlled substance using telemedicine; creating s.



416 456.4505, F.S.; authorizing the use of telemedicine 417 services in the diagnosis and treatment of the human 418 eye; providing requirements for the use of automated 419 equipment; requiring the owner or lessee of the 420 automated equipment to maintain specified liability 421 insurance under certain circumstances; prohibiting 422 prescriptions for spectacles or contact lens based 423 solely on the use of an autorefractor; creating s. 424 456.4506, F.S.; providing requirements for 425 reimbursement of telemedicine services under the 426 Medicaid program; requiring a report to the 427 Legislature on the usage and costs of telemedicine in 428 Medicaid by a certain date; creating s. 456.4507, 429 F.S.; providing the requirements for the reimbursement 430 of telemedicine services by private health insurers; 431 providing applicability; providing an effective date.