HB 4013-2 (LC 160) 2/20/14 (LHF/ps)

PROPOSED AMENDMENTS TO HOUSE BILL 4013

| 1 | On page 1 of the printed bill, line 2, after the first semicolon insert |
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| 2 | "creating new provisions;". |
| 3 | After line 3, insert: |
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| 5 | "ELECTRONIC TRANSMISSION OF SCHEDULE II |
| 6 | DRUG PRESCRIPTIONS". |
| 7 | |
| 8 | On page 2, after line 37, insert: |
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| LO | "STEP THERAPY |
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| 12 | "SECTION 3. Section 4 of this 2014 Act is added to and made a part |
| 13 | of the Insurance Code. |
| l4 | "SECTION 4. (1) As used in this section: |
| 15 | "(a) 'Health care coverage plan' includes: |
| 16 | "(A) A health benefit plan, as defined in ORS 743.730; |
| L7 | "(B) An insurance policy or certificate covering the cost of pre- |
| 18 | scription drugs, hospital expenses, health care services and medical |
| 19 | expenses, equipment and supplies; |
| 20 | "(C) A medical services contract, as defined in ORS 743.801; |
| 21 | "(D) A multiple employer welfare arrangement, as defined in ORS |
| 22 | 750.301; |

- "(E) A contract or agreement with a health care service contractor, as defined in ORS 750.005, or a preferred provider organization;
- "(F) A pharmacy benefit manager, as defined in ORS 735.530, or other third party administrator that pays prescription drug claims; and
- "(G) An accident insurance policy or any other insurance contract providing reimbursement for the cost of prescription drugs, hospital expenses, health care services and medical expenses, equipment and supplies.
 - "(b) 'Step therapy' means a drug protocol in which a health care coverage plan will reimburse the cost of a prescribed drug only if the patient has first tried a specified drug or series of drugs.
 - "(2) A health care coverage plan that requires step therapy shall make easily accessible to prescribing practitioners, clear explanations of:
 - "(a) The clinical criteria for each step therapy protocol;
 - "(b) The procedure by which a practitioner may submit to the plan the practitioner's medical rationale for determining that a particular step therapy protocol is not appropriate for a particular patient based on the patient's medical condition and history; and
 - "(c) The specific documentation, if any, that a practitioner must submit to the plan for the plan to determine the appropriateness of step therapy for the practitioner's patient.
- 24 <u>SECTION 5.</u> Section 6 of this 2014 Act is added to and made a part 25 of ORS chapter 414.
- SECTION 6. (1) As used in this section, 'step therapy' means a drug protocol in which the cost of a prescribed drug is reimbursed only if the patient has first tried a specified drug or series of drugs.
- 29 "(2) A coordinated care organization that requires step therapy 30 shall make easily accessible to any provider who is reimbursed by the

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| 1 | organization, directly or through a risk-bearing entity, to provide |
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| 2 | health services to members of the organization, clear explanations of |
| 3 | "(a) The clinical criteria for each step therapy protocol; |
| 4 | "(b) The procedure by which a provider may submit to the organ |
| 5 | ization or risk-bearing entity, the provider's medical rationale for de |
| 6 | termining that a particular step therapy protocol is not appropriate for |
| 7 | a particular patient based on the patient's medical condition and his |
| 8 | tory; and |
| 9 | "(c) The specific documentation, if any, that a provider must sub |
| 10 | mit to the organization or risk-bearing entity for the organization or |
| 11 | entity to determine the appropriateness of step therapy for the |
| 12 | provider's patient. |
| 13 | |
| 14 | "UNIT CAPTIONS |
| 15 | |
| 16 | "SECTION 7. The unit captions used in this 2014 Act are provided |
| 17 | only for the convenience of the reader and do not become part of the |
| 18 | statutory law of this state or express any legislative intent in the |
| 19 | enactment of this 2014 Act. |
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| 21 | "OPERATIVE DATE |
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| 23 | "SECTION 8. Sections 4 and 6 of this 2014 Act become operative |
| 24 | January 1, 2015. |
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| 26 | "EMERGENCY CLAUSE". |
| 27 | In line 38, delete "3" and insert "9". |
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