SUBSTITUTE FOR HOUSE BILL NO. 4071

A bill to amend 1956 PA 218, entitled "The insurance code of 1956," (MCL 500.100 to 500.8302) by adding section 3406z.

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

- 1 Sec. 3406z. (1) A health insurance policy delivered, issued 2 for delivery, or renewed in this state that provides coverage for 3 prescribed orally administered anticancer medications and intravenously administered or injected anticancer medications must 4 ensure either of the following: 5
- (a) That financial requirements applicable to prescribed orally administered anticancer medications are not more restrictive than the financial requirements that apply to intravenously 9 administered or injected anticancer medications that are covered by



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- 1 the health insurance policy.
- 2 (b) That the co-pay or coinsurance for orally administered
- 3 anticancer medication does not exceed \$150.00 per 30-day supply.
- 4 Beginning January 1, 2025, and each January 1 after that date, the
- 5 department shall adjust the financial requirement described in this
- 6 subdivision by an amount determined by the state treasurer that
- 7 reflects the cumulative annual change in the prescription drug
- 8 index of the medical care component of the United States Consumer
- 9 Price Index.
- 10 (2) An insurer cannot achieve compliance with this section by
- 11 increasing cost-sharing requirements, reclassifying benefits with
- 12 respect to anticancer medications, or imposing more restrictive
- 13 treatment limitations on prescribed orally administered anticancer
- 14 medications or intravenously administered or injected anticancer
- 15 medications covered under a health insurance policy described in
- 16 subsection (1).
- 17 (3) This section does not prohibit an insurer from applying
- 18 utilization management techniques, including prior authorization,
- 19 step therapy, limits on quantity dispensed, and days' supply per
- 20 fill for any administered anticancer medication.
- 21 (4) As used in this section:
- (a) "Anticancer medication" means a medication used to kill,
- 23 slow, or prevent the growth of cancerous cells.
- 24 (b) "Cost-sharing requirement" means deductibles, copayments,
- 25 coinsurance, out-of-pocket expenses, aggregate lifetime limits, and
- 26 annual limits.
- 27 (c) "Treatment limitation" means limits on the frequency of
- 28 treatment, days of coverage, or other similar limits on the scope
- 29 or duration of treatment. Treatment limitation does not include the

- 1 application of utilization management techniques described in 2 subsection (3).
- Enacting section 1. This amendatory act applies to healthinsurance policies delivered, issued for delivery, or renewed in
- 5 this state after December 31, 2024.

