SENATE SUBSTITUTE FOR HOUSE BILL NO. 4607

(As passed the Senate, December 11, 2002)

A bill to amend 1956 PA 218, entitled "The insurance code of 1956,"
(MCL 500.100 to 500.8302) by adding section 2213d.

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

- 1 SEC. 2213D. (1) A HEALTH BENEFIT PLAN THAT PROVIDES COVER-
- 2 AGE OR ADMINISTERS A PLAN THAT PROVIDES COVERAGE FOR PRESCRIPTION
- 3 DRUGS OR DEVICES AND THAT ISSUES, USES, OR REQUIRES A CARD OR
- 4 OTHER TECHNOLOGY FOR PRESCRIPTION CLAIMS SUBMISSION AND ADJUDICA-
- 5 TION SHALL ISSUE FOR THE PLAN'S INSUREDS, ENROLLEES, MEMBERS, OR
- 6 PARTICIPANTS A UNIFORM PRESCRIPTION DRUG INFORMATION CARD OR
- 7 OTHER TECHNOLOGY AS PROVIDED FOR IN THIS SECTION.
- 8 (2) BY JULY 1, 2003, THE COMMISSIONER SHALL DEVELOP A UNI-
- 9 FORM PRESCRIPTION DRUG INFORMATION CARD AND UNIFORM PRESCRIPTION
- 10 DRUG INFORMATION TECHNOLOGY BASED ON THE STANDARDS AND FORMAT
- 11 APPROVED BY THE NATIONAL COUNCIL FOR PRESCRIPTION DRUG PROGRAMS

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- 1 PHARMACY ID CARD IMPLEMENTATION GUIDE. THE CARD AND TECHNOLOGY
- 2 SHALL INCLUDE ALL OF THE NATIONAL COUNCIL FOR PRESCRIPTION DRUG
- 3 PROGRAMS STANDARD INFORMATION REQUIRED BY THE HEALTH PLAN FOR
- 4 SUBMISSION AND ADJUDICATION OF CLAIMS FOR PRESCRIPTION DRUG OR
- 5 DEVICE BENEFITS, OR AT A MINIMUM CONTAIN ALL OF THE FOLLOWING
- 6 LABELED INFORMATION:
- 7 (A) THE CARD ISSUER NAME OR LOGO ON THE FRONT OF THE CARD.
- 8 (B) THE CARDHOLDER'S NAME AND IDENTIFICATION NUMBER, WHICH
- 9 SHALL BE DISPLAYED ON THE FRONT OF THE CARD.
- 10 (C) COMPLETE INFORMATION FOR ELECTRONIC TRANSACTION CLAIMS
- 11 ROUTING INCLUDING ALL OF THE FOLLOWING:
- 12 (i) THE INTERNATIONAL IDENTIFICATION NUMBER LABELED AS
- 13 RXBIN.
- 14 (ii) THE PROCESSOR CONTROL NUMBER LABELED AS RXPCN, IF
- 15 REQUIRED FOR PROPER ROUTING OF ELECTRONIC CLAIM TRANSACTIONS FOR
- 16 PRESCRIPTION BENEFITS.
- 17 (iii) THE GROUP NUMBER LABELED AS RXGRP, IF REQUIRED FOR
- 18 PROPER ROUTING OF ELECTRONIC CLAIM TRANSACTIONS FOR PRESCRIPTION
- **19** BENEFITS.
- 20 (D) THE NAME AND ADDRESS OF THE BENEFITS ADMINISTRATOR OR
- 21 OTHER ENTITY RESPONSIBLE FOR PRESCRIPTION CLAIMS SUBMISSION,
- 22 ADJUDICATION, OR PHARMACY PROVIDER CORRESPONDENCE FOR PRESCRIP-
- 23 TION BENEFITS CLAIMS.
- 24 (E) A HELP DESK TELEPHONE NUMBER THAT PHARMACY PROVIDERS MAY
- 25 CALL FOR PHARMACY BENEFIT CLAIMS ASSISTANCE.
- 26 (3) ALL INFORMATION REQUIRED BY SUBSECTION (2) THAT IS
- 27 NECESSARY FOR SUBMISSION AND ADJUDICATION OF CLAIMS FOR

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- 1 PRESCRIPTION DRUG OR DEVICE BENEFITS, EXCLUSIVE OF INFORMATION
- 2 THAT CAN BE DERIVED FROM THE PRESCRIPTION, SHALL BE INCLUDED IN A
- 3 CLEAR, READABLE, AND UNDERSTANDABLE MANNER ON THE UNIFORM PRE-
- 4 SCRIPTION DRUG INFORMATION CARD OR OTHER TECHNOLOGY ISSUED BY THE
- 5 HEALTH PLAN. THE CONTENT AND FORMAT OF ALL INFORMATION REQUIRED
- 6 BY SUBSECTION (2) SHALL BE IN THE CURRENT CONTENT AND FORMAT
- 7 REQUIRED BY THE HEALTH PLAN FOR ELECTRONIC CLAIMS ROUTING, SUB-
- 8 MISSION, AND ADJUDICATION.
- 9 (4) THE UNIFORM PRESCRIPTION DRUG INFORMATION CARD OR UNI-
- 10 FORM PRESCRIPTION DRUG INFORMATION TECHNOLOGY DEVELOPED UNDER
- 11 THIS SECTION SHALL BE ISSUED BY A HEALTH PLAN UPON ENROLLMENT AND
- 12 REISSUED UPON ANY CHANGE IN COVERAGE THAT IMPACTS DATA CONTAINED
- 13 ON THE CARD OR TECHNOLOGY. HOWEVER, A HEALTH PLAN IS NOT
- 14 REQUIRED TO ISSUE A NEW UNIFORM PRESCRIPTION DRUG INFORMATION
- 15 CARD OR OTHER TECHNOLOGY MORE OFTEN THAN ONCE IN A CALENDAR YEAR
- 16 AND IF A HEALTH PLAN ISSUES STICKERS OR ANOTHER SIMILAR MECHANISM
- 17 TO THE INSUREDS, ENROLLEES, MEMBERS, OR PARTICIPANTS TO UPDATE
- 18 THE CARDS, THEN THE HEALTH PLAN IS NOT REQUIRED TO ISSUE NEW UNI-
- 19 FORM PRESCRIPTION DRUG INFORMATION CARDS OR OTHER TECHNOLOGY MORE
- 20 OFTEN THAN ONCE IN 3 YEARS FROM THE ISSUANCE OF THE FIRST STICK-
- 21 ERS OR OTHER SIMILAR MECHANISMS. THIS SUBSECTION DOES NOT PRE-
- 22 VENT A HEALTH PLAN FROM REISSUING UPDATED NEW UNIFORM PRESCRIP-
- 23 TION DRUG INFORMATION CARDS OR OTHER TECHNOLOGY ON A MORE FRE-
- 24 QUENT BASIS.
- 25 (5) THE UNIFORM PRESCRIPTION DRUG INFORMATION CARD OR OTHER
- 26 TECHNOLOGY MAY BE USED FOR ANY AND ALL HEALTH INSURANCE
- 27 COVERAGE. NOTHING IN THIS SECTION REQUIRES ANY PERSON ISSUING,

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- 1 USING, OR REQUIRING THE UNIFORM PRESCRIPTION DRUG INFORMATION
- 2 CARD OR OTHER TECHNOLOGY TO ISSUE, USE, OR REQUIRE A SEPARATE
- 3 CARD FOR PRESCRIPTION COVERAGE, PROVIDED THAT THE CARD OR OTHER
- 4 TECHNOLOGY CAN ACCOMMODATE THE INFORMATION NECESSARY TO PROCESS
- 5 THE CLAIM AS REQUIRED BY SUBSECTION (2).
- 6 (6) AS USED IN THIS SECTION, "HEALTH PLAN" MEANS ALL OF THE
- 7 FOLLOWING BUT DOES NOT INCLUDE A DEPARTMENT OF COMMUNITY HEALTH
- 8 PHARMACY PROGRAM:
- 9 (A) AN INSURER PROVIDING BENEFITS UNDER AN EXPENSE-INCURRED
- 10 HOSPITAL, MEDICAL, OR SURGICAL POLICY OR CERTIFICATE, BUT DOES
- 11 NOT INCLUDE ANY OF THE FOLLOWING:
- 12 (i) ANY POLICY OR CERTIFICATE THAT PROVIDES COVERAGE ONLY
- 13 FOR ANY OF THE FOLLOWING:
- **14** (A) VISION.
- **15** (B) DENTAL.
- 16 (C) SPECIFIC DISEASES.
- 17 (D) ACCIDENTS.
- 18 (E) CREDIT.
- 19 (ii) HOSPITAL INDEMNITY POLICY OR CERTIFICATE.
- 20 (iii) DISABILITY INCOME POLICY OR CERTIFICATE.
- 21 (iv) COVERAGE ISSUED AS A SUPPLEMENT TO LIABILITY
- 22 INSURANCE.
- 23 (v) MEDICAL PAYMENTS UNDER AUTOMOBILE, HOMEOWNERS, OR
- 24 WORKER'S COMPENSATION INSURANCE.
- 25 (B) A MEWA REGULATED UNDER CHAPTER 70 THAT PROVIDES HOSPI-
- 26 TAL, MEDICAL, OR SURGICAL BENEFITS.

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- (C) A HEALTH MAINTENANCE ORGANIZATION LICENSED OR ISSUED A 1
- CERTIFICATE OF AUTHORITY IN THIS STATE. 2
- 3 (D) A THIRD PARTY ADMINISTRATOR LICENSED UNDER THE THIRD
- 4 PARTY ADMINISTRATOR ACT, 1984 PA 218, MCL 550.901 TO 550.962.
- Enacting section 1. (1) This amendatory act takes effect 5
- January 1, 2003. 6
- 7 (2) This amendatory act applies to all health plan coverages
- issued or renewed on or after July 1, 2005. 8
- 9 Enacting section 2. It is the intent of the legislature
- 10 that pharmacists, by July 1, 2008, be able to obtain information
- on and submit claims for prescription drug or device benefits by 11
- electronic means, including, but not limited to, the internet. 12