SUBSTITUTE FOR SENATE BILL NO. 150

A bill to amend 1956 PA 218, entitled "The insurance code of 1956,"

(MCL 500.100 to 500.8302) by adding section 3406t.

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

- 1 SEC. 3406T. (1) AN INSURER THAT DELIVERS, ISSUES FOR DELIVERY,
- 2 OR RENEWS IN THIS STATE AN EXPENSE-INCURRED HOSPITAL, MEDICAL, OR
- 3 SURGICAL GROUP OR INDIVIDUAL POLICY OR CERTIFICATE THAT PROVIDES
- 4 PRESCRIPTION DRUG COVERAGE, OR A HEALTH MAINTENANCE ORGANIZATION
- 5 THAT OFFERS A GROUP OR INDIVIDUAL CONTRACT THAT PROVIDES
- 6 PRESCRIPTION DRUG COVERAGE, SHALL PROVIDE A PROGRAM FOR
- 7 SYNCHRONIZING MULTIPLE MAINTENANCE PRESCRIPTION DRUGS FOR AN
- 8 INSURED OR ENROLLEE IF BOTH OF THE FOLLOWING ARE MET:
- 9 (A) THE INSURED OR ENROLLEE, THE INSURED'S OR ENROLLEE'S

- 1 PHYSICIAN, AND A PHARMACIST AGREE THAT SYNCHRONIZING THE INSURED'S
- 2 OR ENROLLEE'S MULTIPLE MAINTENANCE PRESCRIPTION DRUGS FOR THE
- 3 TREATMENT OF A CHRONIC LONG-TERM CARE CONDITION IS IN THE BEST
- 4 INTERESTS OF THE INSURED OR ENROLLEE FOR THE MANAGEMENT OR
- 5 TREATMENT OF A CHRONIC LONG-TERM CARE CONDITION.
- 6 (B) THE INSURED'S OR ENROLLEE'S MULTIPLE MAINTENANCE
- 7 PRESCRIPTION DRUGS MEET ALL OF THE FOLLOWING REQUIREMENTS:
- 8 (i) ARE COVERED BY THE POLICY, CERTIFICATE, OR CONTRACT
- 9 DESCRIBED IN THIS SECTION.
- 10 (ii) ARE USED FOR THE MANAGEMENT AND TREATMENT OF A CHRONIC
- 11 LONG-TERM CARE CONDITION AND HAVE AUTHORIZED REFILLS THAT REMAIN
- 12 AVAILABLE TO THE INSURED OR ENROLLEE.
- 13 (iii) EXCEPT AS OTHERWISE PROVIDED IN THIS SUBPARAGRAPH, ARE
- 14 NOT CONTROLLED SUBSTANCES INCLUDED IN SCHEDULES 2 TO 5 UNDER
- 15 SECTIONS 7214, 7216, 7218, AND 7220 OF THE PUBLIC HEALTH CODE, 1978
- 16 PA 368, MCL 333.7214, 333.7216, 333.7218, AND 333.7220. THIS
- 17 SUBPARAGRAPH DOES NOT APPLY TO ANTI-EPILEPTIC PRESCRIPTION DRUGS.
- 18 (iv) MEET ALL PRIOR AUTHORIZATION REQUIREMENTS SPECIFIC TO THE
- 19 MAINTENANCE PRESCRIPTION DRUGS AT THE TIME OF THE REQUEST TO
- 20 SYNCHRONIZE THE INSURED'S OR ENROLLEE'S MULTIPLE MAINTENANCE
- 21 PRESCRIPTION DRUGS.
- 22 (v) ARE OF A FORMULATION THAT CAN BE EFFECTIVELY SPLIT OVER
- 23 REQUIRED SHORT FILL PERIODS TO ACHIEVE SYNCHRONIZATION.
- 24 (vi) DO NOT HAVE QUANTITY LIMITS OR DOSE OPTIMIZATION CRITERIA
- 25 OR REQUIREMENTS THAT WILL BE VIOLATED WHEN SYNCHRONIZING THE
- 26 INSURED'S OR ENROLLEE'S MULTIPLE MAINTENANCE PRESCRIPTION DRUGS.
- 27 (2) AN INSURER OR HEALTH MAINTENANCE ORGANIZATION DESCRIBED IN

- 1 SUBSECTION (1) SHALL APPLY A PRORATED DAILY COST-SHARING RATE FOR
- 2 MAINTENANCE PRESCRIPTION DRUGS THAT ARE DISPENSED BY AN IN-NETWORK
- 3 PHARMACY FOR THE PURPOSE OF SYNCHRONIZING THE INSURED'S OR
- 4 ENROLLEE'S MULTIPLE MAINTENANCE PRESCRIPTION DRUGS.
- 5 (3) AN INSURER OR HEALTH MAINTENANCE ORGANIZATION DESCRIBED IN
- 6 SUBSECTION (1) SHALL NOT REIMBURSE OR PAY ANY DISPENSING FEE THAT
- 7 IS PRORATED. THE INSURER OR HEALTH MAINTENANCE ORGANIZATION SHALL
- 8 ONLY PAY OR REIMBURSE A DISPENSING FEE THAT IS BASED ON EACH
- 9 MAINTENANCE PRESCRIPTION DRUG DISPENSED.
- 10 Enacting section 1. This amendatory act applies to policies,
- 11 certificates, and contracts delivered, executed, issued, amended,
- 12 adjusted, or renewed in this state, or outside of this state if
- 13 covering residents of this state, beginning 365 days after the date
- 14 this amendatory act is enacted into law.