SENATE BILL No. 987

May 8, 2018, Introduced by Senator HILDENBRAND and referred to the Committee on Health Policy.

A bill to amend 1978 PA 368, entitled "Public health code,"

by amending section 9709 (MCL 333.9709), as added by 2004 PA 250.

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

- 1 Sec. 9709. (1) Except as otherwise provided by law or in this
- 2 part, a prescriber shall obtain prior authorization for drugs that
- 3 are being provided to medicaid MEDICAID beneficiaries directly
- 4 through the department on a fee for service basis or pursuant to
- 5 UNDER a contract for such THE pharmaceutical services and that are
- 6 not included on the department's preferred drug list. If the
- 7 prescriber's prior authorization request is denied, the department
- 8 or the department's agent shall inform the requesting prescriber of
 - his or her option to speak to the agent's physician on duty

- 1 regarding his or her request. If immediate contact with the agent's
- 2 physician on duty cannot be arranged, the department or the
- 3 department's agent shall inform the requesting prescriber of his or
- 4 her right to request a 72-hour supply of the nonauthorized drug. If
- 5 contact with the agent's physician on duty cannot be arranged
- 6 within 72 hours due to a legal holiday, the requesting prescriber
- 7 may request a longer supply of the nonauthorized drug.
- 8 (2) The department or the department's agent shall provide
- 9 authorization for prescribed drugs that are not on its preferred
- 10 drug list if any of the following are satisfied:
- 11 (a) The prescribing physician telephones the department's
- 12 agent or certifies in writing on a form as provided by the
- 13 department that the drugs are being prescribed consistent with its
- 14 licensed indications, that no other drugs included on the preferred
- 15 drug list, in the physician's professional opinion, would offer a
- 16 comparable benefit to the patient, and that the drugs are necessary
- 17 for the continued stabilization of the patient's medical condition.
- 18 (b) The prescribing physician telephones the department's
- 19 agent or certifies in writing on a form as provided by the
- 20 department that following documented failures on earlier
- 21 prescription regimens, in the physician's professional opinion, no
- 22 other drug or drugs included on the preferred drug list can provide
- 23 a comparable benefit.
- 24 (c) The prescribing physician telephones the department's
- 25 agent or certifies in writing on a form as provided by the
- 26 department that no other drugs included on the preferred drug list,
- 27 in the physician's professional opinion, would offer a comparable

- 1 benefit to the patient and that the drugs are being prescribed to a
- 2 patient for the treatment of any symptoms or side effects that are
- 3 a direct result of treatment received for any of the following:
- 4 (i) Human immunodeficiency virus infections or the
- 5 complications of the human immunodeficiency virus or acquired
- 6 immunodeficiency syndrome.
- 7 (ii) Cancer.
- 8 (iii) Organ replacement therapy.
- 9 (iv) Epilepsy or seizure disorder.
- 10 (3) The department or the department's agent shall provide
- 11 authorization for a prescribed drug that is not on its preferred
- 12 drug list if each of the following is met:
- 13 (a) The prescribing physician has achieved advanced
- 14 specialization training and is certified as a specialist by a
- 15 specialty board that is recognized by the American osteopathic
- 16 association OSTEOPATHIC ASSOCIATION and the council on graduate
- 17 medical education COUNCIL ON GRADUATE MEDICAL EDUCATION or their
- 18 successor organizations and provides documentation of his or her
- 19 certification.
- 20 (b) The prescribing physician described in subdivision (a)
- 21 telephones the department or certifies in writing each of the
- 22 following:
- 23 (i) The prescribed drug is being prescribed consistent with
- 24 its licensed indications or with generally accepted medical
- 25 practice as documented in a standard medical reference.
- 26 (ii) The prescribed drug is being used to treat a condition
- 27 that is normally treated within the prescribing physician's

- 1 specialty field.
- 2 (iii) In the physician's professional opinion, no other drug
- 3 or drugs included on the preferred drug list can provide a
- 4 comparable benefit.
- 5 (4) Documentation of necessity or failures under subsection
- 6 (2) or (3) may be provided by telephone, facsimile, or electronic
- 7 transmission.
- 8 (5) A patient who is under a court order for a particular
- 9 prescription drug before becoming a recipient of medicaid MEDICAID
- 10 is exempt from the prior authorization process and may continue on
- 11 that medication for the duration of the order.
- 12 (6) Except as otherwise provided under this subsection, a
- 13 patient who is currently under medical treatment and whose
- 14 condition has been stabilized under a given prescription regimen
- 15 before becoming a recipient of medicaid MEDICAID is exempt from the
- 16 prior authorization process and may continue on that medication for
- 17 the current course of treatment if without that prescription
- 18 regimen the patient would suffer serious health consequences.
- 19 Unless a controlled substance is currently being prescribed under a
- 20 patient's hospice plan of care, a continuing prescription for a
- 21 controlled substance under this subsection requires prior
- 22 authorization. The department or the department's agent shall not
- 23 deny a request for prior authorization of a controlled substance
- 24 under this subsection unless the department or the department's
- 25 agent determines that the controlled substance or the dosage of the
- 26 controlled substance being prescribed is not consistent with its
- 27 licensed indications or with generally accepted medical practice as

- 1 documented in a standard medical reference.
- 2 (7) This section does not apply to drugs being provided under
- 3 a contract between the department and a health maintenance
- 4 organization.
- 5 (8) THE DEPARTMENT MAY EXCLUDE FROM THE DEPARTMENT'S PREFERRED
- 6 DRUG LIST A DRUG DESCRIBED IN SUBSECTION (2) OR (3) THAT IS NOT
- 7 SUBJECT TO PRIOR AUTHORIZATION.