SLS 18RS-121 ORIGINAL

2018 Regular Session

SENATE BILL NO. 29

BY SENATOR MILLS

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HEALTH SERVICES. Provides relative to a single uniform prescription drug prior authorization form. (1/1/19)

AN ACT

2	To amend and reenact R.S. 22:1006.1(A)(4) and (B) and R.S. 46:460.33 and to enact R.S.
3	22:1006.1(C), (D), and (E), relative to a single uniform prescription drug prior
4	authorization form; to provide for applicability to health insurance issuers and
5	Medicaid managed care organizations; to provide for promulgation of the form by
6	the Louisiana Board of Pharmacy and the Louisiana State Board of Medical
7	Examiners; to provide for the authority to impose sanctions pursuant to current
8	regulatory and contract authority; to provide for an effective date; and to provide for
9	related matters.
10	Be it enacted by the Legislature of Louisiana:
11	Section 1. R.S. 22:1006.1(A)(4) and (B) are hereby amended and reenacted and R.S.
12	22:1006.1(C), (D), and (E) are hereby enacted to read as follows:
13	§1006.1. Prior authorization forms required; criteria
14	A. As used in this Section:
15	* * *
16	(4) "Prior authorization form" shall mean a standardized, uniform application
17	developed by a health insurance issuer single uniform prescription drug prior

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authorization form used by all health insurance issuers, including any health

insurance issuer pharmacy benefit managers for the purpose of obtaining prior

authorization.

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B. Notwithstanding any other provision of law to the contrary, in order to establish uniformity in the submission of **prescription drug** prior authorization forms, on and after January 1, 2013 2019, a health insurance issuer shall utilize only a single, standardized prior authorization uniform prescription drug prior authorization form for obtaining any prior authorization for prescription drug benefits. The form shall not exceed two pages in length, excluding any instructions or guiding documentation. The only form allowable for use shall be the form jointly promulgated by the Louisiana Board of Pharmacy and the Louisiana State Board of Medical Examiners. A health insurance issuer may make the form accessible through multiple computer operating systems. Additionally, the health insurance issuer shall submit its prior authorization forms to the Department of Insurance to be kept on file on or after January 1, 2013. A copy of any subsequent replacements or modifications of a health insurance issuer's prior authorization form shall be filed with the Department of Insurance within fifteen days prior to use or implementation of such replacements or modifications.

C. The Louisiana Board of Pharmacy and the Louisiana State Board of Medical Examiners shall promulgate rules and regulations prior to January 1, 2019, that establish the form which shall be utilized by all health insurance issuers. The boards may consult with the health insurance issuers as necessary in development of the prior authorization form.

D. The Department of Insurance, under its authority in this Title, shall assess sanctions against any health insurance issuer that directly or through its pharmacy benefit managers, utilizes any prescription drug prior authorization form other than the single uniform prescription drug prior authorization form provided for in this Section.

E. The single uniform prescription drug prior authorization form

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provided for in this Section s	nall be the same as	provided for in	R.S. 46:460.33.

Section 2. R.S. 46:460.33 is hereby amended and reenacted to read as follows:

§460.33. Prior authorization form; requirements

A. There shall be a single uniform prescription drug prior authorization form used by all managed care organizations, including any managed care organization pharmacy benefit managers. All managed care organizations shall accept, in addition to any currently accepted facsimile and electronic prior authorization forms, a standard use a single uniform prescription drug prior authorization form, not to exceed two pages, excluding guidelines or instructions, that has been duly jointly promulgated by the department Louisiana Board of Pharmacy and the Louisiana State Board of Medical Examiners in accordance with the Administrative Procedure Act. A health care provider may submit the prior authorization form electronically if the managed care organization allows for submission of the form in this manner.

B. The department Louisiana Board of Pharmacy and the Louisiana State

Board of Medical Examiners shall promulgate rules and regulations prior to

January 1, 2014 2019, that establish the form which shall be utilized by all managed care organizations. The department boards may consult with the managed care organizations as necessary in development of the prior authorization form.

C. Pursuant to its contract with any managed care organization, the department shall assess sanctions against any managed care organization that directly or through its pharmacy benefit managers, utilizes any prescription drug prior authorization form other than the single uniform prescription drug prior authorization form provided for in this Section.

D. The single uniform prescription drug prior authorization form provided for in this Section shall be the same as provided for in R.S. 22:1006.1.

Section 3. This Act shall become effective on January 1, 2019.

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The original instrument and the following digest, which constitutes no part of the legislative instrument, were prepared by Christine Arbo Peck.

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Mills

<u>Present law</u> requires individual health insurance issuers licensed by the Department of Insurance to use a standardized prescription drug prior authorization form. The form must

be submitted to the Department of Insurance and kept on file with their office.

<u>Present law</u> requires Medicaid managed care organizations that contract with the Louisiana Department of Health to use a standard form, in addition to other forms, for prescription drug prior authorization.

<u>Proposed law</u> requires the Louisiana Board of Pharmacy and the Louisiana State Board of Medical Examiners to develop a single uniform prescription drug prior authorization form for all health insurance issuers, Medicaid managed care organizations, and their respective pharmacy benefit managers.

<u>Proposed law</u> authorizes the Department of Insurance, under their regulatory authority in Title 22 and the Department of Health pursuant to its contracts with Medicaid managed care organizations to impose sanctions for failure to comply with the requirement of using only the single uniform prescription drug prior authorization form.

<u>Proposed law</u> implements use of the single uniform prescription drug prior authorization form on and after January 1, 2019.

Effective January 1, 2019.

(Amends R.S. 22:1006.1(A)(4) and (B) and R.S. 46:460.33; adds R.S. 22:1006.1(C), (D), and (E))