The original instrument and the following digest, which constitutes no part of the legislative instrument, were prepared by Thomas L. Tyler.

DIGEST 2020 Regular Session

Fred Mills

<u>Present law</u> provides for guaranteed renewability of health coverage for employees in the group market and persons with individual health coverage.

<u>Present law</u> authorizes a health insurance issuer to modify the health insurance coverage for a policy form offered to a group health plan or to individuals in the individual market if each of the following conditions is met:

- (1) The modification occurs at the time of coverage renewal.
- (2) The modification is approved by the commissioner of insurance and is on a uniform basis among all individuals and all small and large employers covered by the group health plan.
- (3) The insurer notifies each individual or group no later than the 60th day before the modification is effective.

<u>Proposed law</u> retains these provisions in <u>present law</u> but as to the notification requirement, modification of drug coverage is allowed at any time as to a drug costing over \$300 per prescription or refill with an increase in the wholesale acquisition cost of at least 25% in the prior 365 days provided that 30-day notice if the modification of coverage is given.

Effective August 1, 2020.

SB 60 Original

(Amends R.S. 22:1068(D)(3) and 1074(D)(3))