House Bill 73

By: Representatives Hugley of the 136th, Smyre of the 135th, and Buckner of the 137th

A BILL TO BE ENTITLED AN ACT

- 1 To amend Article 1 of Chapter 24 of Title 33 of the Official Code of Georgia Annotated,
- 2 relating to general provisions regarding insurance, so as to reduce out-of-pocket costs for
- 3 consumers requiring insulin; to amend Article 7 of Chapter 4 of Title 49 of the Official Code
- 4 of Georgia Annotated, relating to medical assistance generally, so as to reduce out-of-pocket
- 5 costs for Medicaid and PeachCare for Kids recipients requiring insulin; to provide for
- 6 definitions; to provide for reporting; to provide for related matters; to provide for an effective
- 7 date and applicability; to repeal conflicting laws; and for other purposes.

BE IT ENACTED BY THE GENERAL ASSEMBLY OF GEORGIA:

- 9 SECTION 1.
- 10 Article 1 of Chapter 24 of Title 33 of the Official Code of Georgia Annotated, relating to
- 11 general provisions regarding insurance, is amended by adding a new Code section to read as
- 12 follows:

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- 13 "33-24-59.30.
- 14 (a) As used in this Code section, the term:
- 15 (1) 'Cost-sharing amount' is the share of costs a covered person is required to pay under a
- health benefit plan for certain covered health care services which may include

deductibles, coinsurance, copayments, or other similar charges but shall not include

- premium payments.
- 19 (2) 'Covered person' means a natural person who is covered under a health benefit plan.
- 20 (3) 'Health benefit plan' means a health insurance policy or subscriber agreement
- 21 <u>between a covered person or policyholder and a health care insurer that defines the</u>
- 22 <u>covered services and benefit levels available.</u>
- 23 (4) 'Health care insurer' or 'insurer' means an accident and sickness insurer, health care
- 24 <u>corporation, health maintenance organization, provider sponsored health care corporation,</u>
- or any similar entity regulated by the Commissioner.
- 26 (b) A health care insurer that provides coverage for prescription insulin pursuant to the
- 27 terms of a health benefit plan that the insurer offers shall limit the total cost-sharing amount
- 28 that a covered person is required to pay for covered prescription insulin to \$50.00 per 30
- 29 <u>day supply of insulin, regardless of the amount or type of insulin needed to fill the covered</u>
- 30 person's prescription.
- 31 (c) Nothing in this Code section prohibits a health care insurer from reducing a covered
- 32 person's cost-sharing amount to less than the amount specified in subsection (b) of this
- Code section.
- 34 (d) Each health care insurer shall submit an annual report to the department no later than
- March 1, 2022, and by March 1 of each year thereafter concerning the prior calendar year
- that contains the following information regarding each health benefit plan of such insurer:
- 37 (1) A list of the 25 most expensive prescription drugs available to members through such
- 38 plan; and
- 39 (2) A list of the frequency of provision of such drugs to members through such plan.
- 40 (e) No later than June 1, 2022, and by June 1 of each year thereafter, the department shall
- 41 deliver a report to the House Insurance Committee and Senate Insurance and Labor
- 42 Committee which shall include the information described in subsection (d) of this Code
- 43 section."

44 SECTION 2.

- 45 Article 7 of Chapter 4 of Title 49 of the Official Code of Georgia Annotated, relating to
- 46 medical assistance generally, is amended by adding a new Code section to read as follows:
- 47 "<u>49-4-152.6.</u>
- 48 (a) As used in this Code section, the term:
- 49 (1) 'Care management organization' means an entity that is organized for the purpose of
- 50 providing or arranging health care services, has been granted a certificate of authority by
- 51 <u>the Commissioner of Insurance as a health maintenance organization pursuant to</u>
- 52 Chapter 21 of Title 33, and has entered into a contract with the Department of
- 53 Community Health to provide or arrange health care services to members on a prepaid,
- 54 capitated basis.
- 55 (2) 'Cost-sharing amount' is the share of costs a covered person is required to pay under
- a health benefit plan for certain covered health care services which may include
- 57 deductibles, coinsurance, copayments, or other similar charges but shall not include
- 58 premium payments.
- 59 (3) 'Health benefit plan' or 'plan' means any care management organization plan which
- allows for the provision of health care services to Medicaid or PeachCare for Kids
- 61 <u>recipients.</u>
- 62 (4) 'Medicaid' means the joint federal and state program of medical assistance established
- by Title XIX of the federal Social Security Act, which is administered in this state by the
- 64 <u>Department of Community Health pursuant to this article.</u>
- 65 (5) 'Member' means a Medicaid or PeachCare for Kids recipient who is currently
- 66 <u>enrolled in a care management organization plan.</u>
- 67 (6) 'PeachCare for Kids' means the State of Georgia's State Children's Health Insurance
- Program established pursuant to Title XXI of the federal Social Security Act, which is
- 69 <u>administered in this state by the Department of Community Health pursuant to Article 13</u>
- of Chapter 5 of this title.

71 (b) Each care management organization that provides coverage for prescription insulin 72 pursuant to the terms of a health benefit plan such organization offers shall limit the total 73 cost-sharing amount that a member is required to pay for covered prescription insulin to 74 \$50.00 per 30 day supply of insulin, regardless of the amount or type of insulin needed to fill the covered person's prescription. 75 (c) Nothing in this Code section prohibits a care management organization from reducing 76 77 a member's cost-sharing amount to less than the amount specified in subsection (b) of this 78 Code section. 79 (d) Each care management organization shall submit an annual report to the department 80 no later than March 1, 2022, and by March 1 of each year thereafter concerning the prior 81 calendar year that contains the following information regarding each health benefit plan of 82 such organization: 83 (1) A list of the 25 most expensive prescription drugs available to members through the 84 plan; and 85 (2) A list of the frequency of provision of such drugs to members through the plan. (e) No later than June 1, 2022, and by June 1 of each year thereafter, the department shall 86 87 deliver a report to the House Insurance Committee and Senate Insurance and Labor 88 Committee which shall include the information described in subsection (d) of this Code 89 section."

90 **SECTION 3.**

- This Act shall become effective on January 1, 2022, and shall apply to all policies issued,
- 92 delivered, issued for delivery, or renewed in this state on or after such date.

93 **SECTION 4.**

All laws and parts of laws in conflict with this Act are repealed.