The Senate Committee on Insurance and Labor offered the following substitute to SB 76:

A BILL TO BE ENTITLED AN ACT

1 To amend Article 1 of Chapter 18 of Title 45 of the Official Code of Georgia Annotated,
2 relating to the state employees' health insurance plan and post-employment health benefit
3 fund, so as to provide for state health benefit plans to cover insulin medication at a reduced
4 rate; to provide for definitions; to limit the total amount of any cost-sharing or copay required
5 under such plans for such medication; to provide for requirements and prohibitions for an
6 insurer under contract to provide a state health benefit plan; to allow for cost adjustments in
7 accordance with the Consumer Price Index; to provide for related matters; to provide for an
8 effective date; to repeal conflicting laws; and for other purposes.

9 BE IT ENACTED BY THE GENERAL ASSEMBLY OF GEORGIA:

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SECTION 1.

Article 1 of Chapter 18 of Title 45 of the Official Code of Georgia Annotated, relating to the
state employees' health insurance plan and post-employment health benefit fund, is amended
in Code Section 45-18-1, relating to definitions, by adding new paragraphs to read as
follows:

- 16 <u>diabetes</u>. Such term shall not include insulin medication that is prescribed for weight loss
- 17 <u>or that is administered intravenously.</u>"
- 18 "(5) 'State health benefit plan' means the health insurance plan or plans established
- 19 pursuant to this article and Part 6 of Article 17 of Chapter 2 of Title 20 for state and
- 20 public employees, dependents, and retirees, and granted to the Board of Regents
- 21 members, employees, and retirees and their dependents pursuant to Code
- 22 <u>Sections 20-3-31, 20-3-51, and 31-2-4.</u>"
- 23

SECTION 2.

- 24 Said article is further amended by adding a new Code section to read as follows:
- 25 ″<u>45-18-4.2.</u>
- 26 (a) On and after January 1, 2024, a state health benefit plan shall limit the total amount of
- 27 any cost-sharing or copay that a covered person is required to pay under such plan for a
- 28 covered insulin medication to an amount not to exceed \$35.00 per 30 day supply or
- 29 <u>\$105.00 per 90 day supply of such medication, regardless of the amount or type of insulin</u>
- 30 <u>needed to fill such prescription or the number of prescriptions.</u>
- 31 (b) On and after January 1, 2024, an insurer under contract to provide insurance benefits
- 32 through a state health benefit plan shall include in the plan's formulary at least one covered
- 33 insulin medication from each therapeutic class that complies with the provisions of this
- 34 Code section, and, with respect to covered insulin medication, shall not:
- 35 (1) Apply any amount to the deductible;
- 36 (2) Impose any cost-sharing in excess of the lesser of, per 30 day supply, \$35.00, per 90
- 37 day supply, \$105.00, or the amount equal to 35 percent of the negotiated price of the
- 38 <u>covered insulin medication net of all price concessions received by or on behalf of such</u>
- 39 <u>plan;</u>
- 40 (3) Reduce or eliminate coverage due to the requirements of this Code section; or

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- 41 (4) Impose prior authorization requirements or other medical management requirements
- 42 <u>that limit beneficiary use.</u>
- 43 (c) Nothing in this Code section shall prevent an insurer from establishing cost-sharing
- 44 requirements for covered insulin medication below the amounts provided for in
- 45 <u>subsections (a) and (b) of this Code section.</u>
- 46 (d) On January 1, 2025, and annually thereafter, the limits on the amount a covered person
- 47 is required to pay for a 30 day or 90 day supply of a covered insulin medication as provided
- 48 for in this Code section shall be adjusted by a percentage equal to the percentage change
- 49 from the preceding year in the prescription drug component of the Consumer Price Index
- 50 as reported by the Bureau of Labor Statistics of the United States Department of Labor."
- 51

SECTION 3.

- 52 This Act shall become effective upon its approval by the Governor or upon its becoming law
- 53 without such approval.

54 SECTION 4.

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