House

Florida Senate - 2017 Bill No. CS/CS/HB 229, 1st Eng.

LEGISLATIVE ACTION

Senate Floor: WD/2R 05/02/2017 05:36 PM

Senator Mayfield moved the following:

Senate Amendment to Amendment (880234) (with title amendment) Delete line 75 and insert: Section 25. Effective January 1, 2018, section 627.42393, Florida Statutes, is created to read: <u>627.42393 Insurance policies; limiting changes to</u> <u>prescription drug formularies.-</u> <u>(1) Other than at the time of coverage renewal, an</u> individual or group insurance policy that is delivered, issued

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12	for delivery, renewed, amended, or continued in this state and
13	that provides medical, major medical, or similar comprehensive
14	coverage may not:
15	(a) Remove a covered prescription drug from its list of
16	covered drugs during the policy year unless the United States
17	Food and Drug Administration has issued a statement about the
18	drug which calls into question the clinical safety of the drug,
19	or the manufacturer of the drug has notified the United States
20	Food and Drug Administration of a manufacturing discontinuance
21	or potential discontinuance of the drug as required by s. 506C
22	of the Federal Food, Drug, and Cosmetic Act, 21 U.S.C. s. 356c.
23	(b) Reclassify a drug to a more restrictive drug tier or
24	increase the amount that an insured must pay for a copayment,
25	coinsurance, or deductible for prescription drug benefits, or
26	reclassify a drug to a higher cost-sharing tier during the
27	policy year.
28	(2) This section does not prohibit the addition of
29	prescription drugs to the list of drugs covered under the policy
30	during the policy year.
31	(3) This section does not apply to a grandfathered health
32	plan as defined in s. 627.402 or to benefits set forth in s.
33	<u>627.6513(1)-(14).</u>
34	(4) This section does not alter or amend s. 465.025, which
35	provides conditions under which a pharmacist may substitute a
36	generically equivalent drug product for a brand name drug
37	product.
38	(5) This section does not alter or amend s. 465.0252, which
39	provides conditions under which a pharmacist may dispense a
40	substitute biological product for the prescribed biological
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Section 26. Effective January 1, 2018, paragraph (e) of subsection (5) of section 627.6699, Florida Statutes, is amended to read:

627.6699 Employee Health Care Access Act.-

(5) AVAILABILITY OF COVERAGE.-

(e) All health benefit plans issued under this section must comply with the following conditions:

1. For employers who have fewer than two employees, a late enrollee may be excluded from coverage for no longer than 24 months if he or she was not covered by creditable coverage continually to a date not more than 63 days before the effective date of his or her new coverage.

54 2. Any requirement used by a small employer carrier in 55 determining whether to provide coverage to a small employer 56 group, including requirements for minimum participation of 57 eligible employees and minimum employer contributions, must be 58 applied uniformly among all small employer groups having the 59 same number of eligible employees applying for coverage or 60 receiving coverage from the small employer carrier, except that a small employer carrier that participates in, administers, or 61 62 issues health benefits pursuant to s. 381.0406 which do not 63 include a preexisting condition exclusion may require as a condition of offering such benefits that the employer has had no 64 65 health insurance coverage for its employees for a period of at 66 least 6 months. A small employer carrier may vary application of 67 minimum participation requirements and minimum employer contribution requirements only by the size of the small employer 68 group. 69

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70 3. In applying minimum participation requirements with 71 respect to a small employer, a small employer carrier shall not consider as an eligible employee employees or dependents who 72 73 have qualifying existing coverage in an employer-based group 74 insurance plan or an ERISA qualified self-insurance plan in 75 determining whether the applicable percentage of participation 76 is met. However, a small employer carrier may count eligible 77 employees and dependents who have coverage under another health 78 plan that is sponsored by that employer.

4. A small employer carrier shall not increase any requirement for minimum employee participation or any requirement for minimum employer contribution applicable to a small employer at any time after the small employer has been accepted for coverage, unless the employer size has changed, in which case the small employer carrier may apply the requirements that are applicable to the new group size.

5. If a small employer carrier offers coverage to a small employer, it must offer coverage to all the small employer's eligible employees and their dependents. A small employer carrier may not offer coverage limited to certain persons in a group or to part of a group, except with respect to late enrollees.

92 6. A small employer carrier may not modify any health 93 benefit plan issued to a small employer with respect to a small 94 employer or any eligible employee or dependent through riders, 95 endorsements, or otherwise to restrict or exclude coverage for 96 certain diseases or medical conditions otherwise covered by the 97 health benefit plan.

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7. An initial enrollment period of at least 30 days must be

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99 provided. An annual 30-day open enrollment period must be 00 offered to each small employer's eligible employees and their 01 dependents. A small employer carrier must provide special 02 enrollment periods as required by s. 627.65615.

8. A small employer carrier must limit changes to prescription drug formularies as required by s. 627.42393.

Section 27. Effective January 1, 2018, subsection (36) of section 641.31, Florida Statutes, is amended to read:

641.31 Health maintenance contracts.-

(36) A health maintenance organization may increase the copayment for any benefit, or delete, amend, or limit any of the benefits to which a subscriber is entitled under the group contract only, upon written notice to the contract holder at least 45 days in advance of the time of coverage renewal. The health maintenance organization may amend the contract with the contract holder, with such amendment to be effective immediately at the time of coverage renewal. The written notice to the contract holder <u>must shall</u> specifically identify any deletions, amendments, or limitations to any of the benefits provided in the group contract during the current contract period which will be included in the group contract upon renewal. The 45-day notice requirement <u>does shall</u> not apply if benefits are amended, deleted, or limited at the request of the contract holder.

(a) Other than at the time of coverage renewal, a health maintenance organization that provides medical, major medical, or similar comprehensive coverage may not:

1. Remove a covered prescription drug from its list of covered drugs during the contract year unless the United States

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128 Food and Drug Administration has issued a statement about the 129 drug which calls into question the clinical safety of the drug, 130 or the manufacturer of the drug has notified the United States 131 Food and Drug Administration of a manufacturing discontinuance 132 or potential discontinuance of the drug as required by s. 506C 133 of the Federal Food, Drug, and Cosmetic Act, 21 U.S.C. s. 356c. 134 2. Reclassify a drug to a more restrictive drug tier or 135 increase the amount that an insured must pay for a copayment, 136 coinsurance, or deductible for prescription drug benefits, or 137 reclassify a drug to a higher cost-sharing tier during the 138 contract year. 139 (b) This subsection does not: 1. Prohibit the addition of prescription drugs to the list 140 141 of drugs covered during the contract year. 142 2. Apply to a grandfathered health plan as defined in s. 143 627.402 or to benefits set forth in s. 627.6513(1)-(14). 3. Alter or amend s. 465.025, which provides conditions 144 145 under which a pharmacist may substitute a generically equivalent 146 drug product for a brand name drug product. 147 4. Alter or amend s. 465.0252, which provides conditions 148 under which a pharmacist may dispense a substitute biological product for the prescribed biological product. 149 150 Section 28. The Legislature finds that this act fulfills an 151 important state interest. 152 153 154 And the title is amended as follows: 155 Delete lines 81 - 139 156 and insert:

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157 An act relating to health care; amending s. 456.076, 158 F.S.; revising provisions related to impaired 159 practitioner programs; providing definitions; deleting 160 a requirement that the Department of Health designate 161 approved programs by rule; deleting a requirement 162 authorizing the department to adopt by rule the manner 163 in which consultants work with the department; 164 authorizing, rather than requiring, the department to 165 retain one or more consultants to operate its impaired 166 practitioner program; requiring the department to 167 establish the terms and conditions of the program by 168 contract; providing contract terms; requiring 169 consultants to establish the terms of monitoring 170 impaired practitioners; authorizing consultants to 171 consider the recommendations of certain persons in 172 establishing the terms of monitoring; authorizing 173 consultants to modify monitoring terms under certain circumstances; requiring consultants to assist the 174 175 department and licensure boards on certain matters; 176 requiring the department to refer practitioners to 177 consultants under certain circumstances; prohibiting 178 the department from referring practitioners to 179 consultants under certain circumstances; authorizing consultants to withhold certain information about 180 181 self-reporting participants from the department under 182 certain circumstances; requiring consultants to 183 disclose all information relating to practitioners who 184 are terminated from the program for specified reasons; 185 providing that all information obtained by a

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186 consultant retains its confidential or exempt status; 187 providing that consultants, and certain agents of 188 consultants, may not be held liable financially or 189 have a cause of action for damages brought against 190 them for disclosing certain information or for any 191 other act or omission relating to the program; 192 authorizing consultants to contract with a school or 193 program to provide services to certain students; 194 amending s. 456.0635, F.S.; revising grounds for 195 refusing to issue or renew a license, certificate, or 196 registration in a health care profession; providing 197 applicability; amending ss. 401.411, 456.072, 457.109, 458.331, 459.015, 460.413, 461.013, 462.14, 463.016, 198 464.018, 465.016, 466.028, 467.203, 468.217, 468.3101, 199 200 and 483.825, F.S.; providing that an impaired 201 practitioner may be reported to a consultant rather 202 than the department under certain circumstances; amending ss. 455.227, 464.204, and 474.221, F.S.; 203 204 conforming provisions to changes made by the act; 205 creating s. 456.0625, F.S.; defining terms; authorizing primary care providers or their agents to 206 207 enter into direct primary care agreements for 208 providing primary care services; providing applicability; specifying requirements for direct 209 210 primary care agreements; creating s. 624.27, F.S.; 211 providing construction and applicability of the 212 Florida Insurance Code as to direct primary care 213 agreements; providing an exception for primary care 214 providers or their agents from certain requirements

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215 under the code under certain circumstances; creating 216 s. 627.42393, F.S.; limiting, under specified 217 circumstances, changes to a health insurance policy prescription drug formulary during a policy year; 218 219 providing construction and applicability; amending s. 220 627.6699, F.S.; requiring small employer carriers to 221 limit changes to prescription drug formularies under 222 certain circumstances; amending s. 641.31, F.S.; 223 limiting, under specified circumstances, changes to a 224 health maintenance contract prescription drug 225 formulary during a contract year; providing 226 construction and applicability; providing a 227 declaration of important state interest; providing