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## HOUSE BILL 2373

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State of Washington 53rd Legislature 1994 Regular Session

By Representatives R. Meyers and Zellinsky

Read first time 01/14/94. Referred to Committee on Financial Institutions & Insurance.

- 1 AN ACT Relating to prescription medicine insurance coverage; adding
- 2 a new section to chapter 48.20 RCW; adding a new section to chapter
- 3 48.21 RCW; adding a new section to chapter 48.44 RCW; adding a new
- 4 section to chapter 48.46 RCW; adding a new section to chapter 41.05
- 5 RCW; and creating a new section.
- 6 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF WASHINGTON:
- 7 NEW SECTION. Sec. 1. The legislature finds that many health care
- 8 insurance policies that include prescription coverage severely restrict
- 9 the citizens' choice of available pharmacies. The legislature further
- 10 finds that such restrictions infringe on the citizens' right to have
- 11 their prescriptions filled at the pharmacy and by the pharmacist of
- 12 their choice.
- 13 <u>NEW SECTION.</u> **Sec. 2.** A new section is added to chapter 48.20 RCW
- 14 to read as follows:
- 15 (1) Each disability insurance policy issued or renewed after
- 16 November 1, 1994, that provides for payment of all or a portion of
- 17 prescription costs, or reimbursement of prescription costs, may not
- 18 limit purchase of prescription medicines to a designated pharmacy nor

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- 1 provide for the payment of additional fees or deductibles by the 2 covered pharmacy patient as a condition of obtaining prescription 3 benefits from a pharmacy other than a designated pharmacy.
- 4 (2) The policy may not prohibit a qualified provider of pharmacy 5 services from becoming a designated provider under the provisions of 6 the policy if the applicant pharmacy indicates a desire to be 7 recognized as a designated provider and meets all the applicable terms 8 and conditions of the policy contract.
- 9 (3) A pharmacy filling prescriptions under this section agrees to 10 provide pharmaceutical services under the same terms, including 11 administrative, financial, and professional conditions, as those 12 provided by the designated pharmacy.
- NEW SECTION. Sec. 3. A new section is added to chapter 48.21 RCW to read as follows:
- 15 (1) Each group disability insurance policy issued or renewed after
  16 November 1, 1994, that provides for payment of all or a portion of
  17 prescription costs, or reimbursement of prescription costs, may not
  18 limit purchase of prescription medicines to a designated pharmacy nor
  19 provide for the payment of additional fees or deductibles by the
  20 covered pharmacy patient as a condition of obtaining prescription
  21 benefits from a pharmacy other than a designated pharmacy.
- 22 (2) The policy may not prohibit a qualified provider of pharmacy 23 services from becoming a designated provider under the provisions of 24 the policy if the applicant pharmacy indicates a desire to be 25 recognized as a designated provider and meets all the applicable terms 26 and conditions of the policy contract.
- (3) A pharmacy filling prescriptions under this section agrees to provide pharmaceutical services under the same terms, including administrative, financial, and professional conditions, as those provided by the designated pharmacy.
- NEW SECTION. Sec. 4. A new section is added to chapter 48.44 RCW to read as follows:
- 33 (1) Each health care service contract issued or renewed after 34 November 1, 1994, that provides for payment of all or a portion of 35 prescription costs, or reimbursement of prescription costs, may not 36 limit purchase of prescription medicines to a designated pharmacy nor 37 provide for the payment of additional fees or deductibles by the

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- 1 covered pharmacy patient as a condition of obtaining prescription 2 benefits from a pharmacy other than a designated pharmacy.
- 3 (2) The policy may not prohibit a qualified provider of pharmacy 4 services from becoming a designated provider under the provisions of 5 the policy if the applicant pharmacy indicates a desire to be 6 recognized as a designated provider and meets all the applicable terms 7 and conditions of the policy contract.
- 8 (3) A pharmacy filling prescriptions under this section agrees to 9 provide pharmaceutical services under the same terms, including 10 administrative, financial, and professional conditions, as those 11 provided by the designated pharmacy.
- NEW SECTION. Sec. 5. A new section is added to chapter 48.46 RCW to read as follows:
- 14 (1) Each health maintenance agreement issued or renewed after
  15 November 1, 1994, that provides for payment of all or a portion of
  16 prescription costs, or reimbursement of prescription costs, may not
  17 limit purchase of prescription medicines to a designated pharmacy nor
  18 provide for the payment of additional fees or deductibles by the
  19 covered pharmacy patient as a condition of obtaining prescription
  20 benefits from a pharmacy other than a designated pharmacy.
  - (2) The policy may not prohibit a qualified provider of pharmacy services from becoming a designated provider under the provisions of the policy if the applicant pharmacy indicates a desire to be recognized as a designated provider and meets all the applicable terms and conditions of the policy contract.

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- 26 (3) A pharmacy filling prescriptions under this section agrees to 27 provide pharmaceutical services under the same terms, including 28 administrative, financial, and professional conditions, as those 29 provided by the designated pharmacy.
- 30 (4) This section does not apply to health maintenance organizations 31 in which all pharmaceutical services are provided by employees of the 32 health maintenance organization.
- NEW SECTION. Sec. 6. A new section is added to chapter 41.05 RCW to read as follows:
- 35 (1) Each health plan offered to public employees and their covered 36 dependents under this chapter that is not subject to the provisions of 37 Title 48 RCW and is established or renewed after November 1, 1994, that

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provides for payment of all or a portion of prescription costs, or reimbursement of prescription costs, may not limit purchase of prescription medicines to a designated pharmacy nor provide for the payment of additional fees or deductibles by the covered pharmacy patient as a condition of obtaining prescription benefits from a pharmacy other than a designated pharmacy.

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- (2) The policy may not prohibit a qualified provider of pharmacy services from becoming a designated provider under the provisions of the policy if the applicant pharmacy indicates a desire to be recognized as a designated provider and meets all the applicable terms and conditions of the policy contract.
- 12 (3) A pharmacy filling prescriptions under this section agrees to 13 provide pharmaceutical services under the same terms, including 14 administrative, financial, and professional conditions, as those 15 provided by the designated pharmacy.

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