ENGROSSED SECOND SUBSTITUTE SENATE BILL 5267

State of Washington 63rd Legislature 2013 Regular Session

By Senate Ways & Means (originally sponsored by Senators Becker, Keiser, Conway, Ericksen, Bailey, Dammeier, Frockt, and Schlicher)

READ FIRST TIME 03/01/13.

AN ACT Relating to developing standardized prior authorization for medical and pharmacy management; creating a new section; and providing an expiration date.

4 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF WASHINGTON:

5 <u>NEW_SECTION.</u> Sec. 1. (1) A work group is formed to develop 6 criteria to streamline the prior authorization process for prescription 7 drugs, medical procedures, and medical tests, with the goal of 8 simplification and uniformity.

9 (2) The work group shall be cochaired by the chair of the senate 10 health care committee and the chair of the house of representatives 11 health care committee, and membership of the work group shall be 12 determined by the cochairs, not to exceed eleven participants.

13 (3) The work group shall examine elements that may include the 14 following:

(a) National standard transaction information, such as HIPAA 278
standards, for sending or receiving authorizations electronically;

17 (b) Standard transaction information and uniform prior 18 authorization forms; (c) Clean, uniform, and readily accessible forms for prior
authorization including determining the appropriate number of forms;

3 (d) A core set of common data requirements for nonclinical 4 information for prior authorization and electronic prescriptions, or 5 both;

6 (e) The prior authorization process, which considers electronic 7 forms and allows for flexibility for carriers to develop electronic 8 forms; and

9 (f) Existing prior authorization forms by insurance carriers and by 10 state agencies, in developing the uniform prior authorization forms.

11 (4) The work group must:

12 (a) Establish timelines for urgent requests and timeliness for13 nonurgent requests;

14 (b) Work on a receipt and missing information time frame;

15 (c) Determine time limits for a response of acknowledgment of 16 receipts or requests of missing information;

17 (d) Establish when an authorization request will be deemed as 18 granted when there is no response.

19 (5) The work group must submit their recommendations to the20 appropriate committees of the legislature by November 15, 2013.

21 (6) This section expires January 1, 2014.

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