SUBSTITUTE HOUSE BILL 2871

State of Washington 64th Legislature 2016 Regular Session

By House Health Care & Wellness (originally sponsored by Representatives Cody, Harris, Schmick, Tharinger, Kagi, Ortiz-Self, and Ormsby)

READ FIRST TIME 02/05/16.

- 1 AN ACT Relating to the creation of a task force on high patient 2 out-of-pocket costs; and creating new sections.
- 3 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF WASHINGTON:

The emerging issue in health care is the 4 NEW SECTION. Sec. 1. 5 high out-of-pocket costs for patients, especially for those with the 6 greatest needs. When patients have extreme out-of-pocket expenses for 7 their medications, many are more likely to experience problems paying for their prescriptions or forgo them altogether because of the cost. 8 9 Patients that must take multiple prescriptions have the greatest problems paying for them. A recent survey shows that forty-three 10 11 percent of people in fair or poor health and thirty-eight percent of 12 those taking four or more drugs a year say it is somewhat or very 13 difficult to pay for their medications. Forty-three percent of those 14 in fair or poor health and thirty-five percent of those taking four or more drugs say they did not fill a prescription or say they cut 15 16 pills in half or skipped doses because of cost. The legislature 17 recognizes many parties impact the prices of prescriptions, including pharmaceutical manufacturers, pharmacy benefit managers, wholesalers, 18 and health plan benefit designs, with specialty tiers and cost-19 20 sharing as a percent of the cost of prescriptions. It is therefore 21 the intent of the legislature to create a task force with all parties

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1 to focus on fairness for patients and examine opportunities to 2 address the high out-of-pocket costs for patients.

NEW SECTION. Sec. 2. (1) The task force on high patient out-of-3 pocket costs is created. By July 1, 2016, the department of health 4 5 shall convene the task force and coordinate task force meetings. The task force must include representatives from all participants with a б role in determining prescription drug costs and out-of-pocket costs 7 for patients, such as, but not limited to, the following: Patient 8 9 insurance carriers operating in Washington 10 pharmaceutical companies, pharmacy benefit managers, pharmacists, prescribers, hospitals, the office of the insurance 11 commissioner, the health care authority and other purchasers, the 12 13 office of financial management, business interest groups, unions, and biotechnology. Letters of interest from potential participants must 14 15 be submitted to the department of health, and the secretary, or his 16 or her designee, shall invite representatives of interested groups to participate in the task force. 17

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- (2) The task force shall evaluate factors contributing to the out-of-pocket costs for patients, particularly in the first quarter of each year including, but not limited to, prescription drug cost trends and plan benefit design. The task force shall consider patient treatment adherence and the impacts on chronic illness and acute disease, with consideration of the long-term outcomes and costs for the patient. The discussion must also consider the impact when patients cannot maintain access to their prescription drugs and the implications of adverse health impacts including the potential need for more expensive medical interventions or hospitalizations and the impact on the workforce with the loss of productivity. The discussion must also consider the impact of the factors on affordability of health care coverage.
- 31 (3) The task force recommendations, or a summary of the 32 discussions, must be provided to the health policy committees and 33 other appropriate committees of the legislature by December 1, 2016.

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