CERTIFICATION OF ENROLLMENT

SUBSTITUTE SENATE BILL 5610

67th Legislature 2022 Regular Session

Passed by the Senate March 7, 2022 Yeas 48 Nays 1

President of the Senate

Passed by the House March 2, 2022 Yeas 96 Nays 0

CERTIFICATE

I, Sarah Bannister, Secretary of the Senate of the State of Washington, do hereby certify that the attached is **SUBSTITUTE SENATE BILL 5610** as passed by the Senate and the House of Representatives on the dates hereon set forth.

Secretary

Speaker of the House of Representatives

Approved

FILED

Secretary of State State of Washington

Governor of the State of Washington

SUBSTITUTE SENATE BILL 5610

AS AMENDED BY THE HOUSE

Passed Legislature - 2022 Regular Session

State of Washington 67th Legislature 2022 Regular Session

By Senate Health & Long Term Care (originally sponsored by Senators Frockt, Cleveland, Conway, Dhingra, Hasegawa, Honeyford, Keiser, Kuderer, Liias, Lovelett, Lovick, Randall, Robinson, Saldaña, Salomon, Stanford, Van De Wege, and C. Wilson)

READ FIRST TIME 01/27/22.

AN ACT Relating to requiring cost sharing for prescription drugs to be counted against an enrollee's out-of-pocket costs, deductible, cost sharing, out-of-pocket maximum, or similar enrollee obligation, regardless of the source of the payment; amending RCW 41.05.017; and adding a new section to chapter 48.43 RCW.

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

7 <u>NEW SECTION.</u> Sec. 1. A new section is added to chapter 48.43 8 RCW to read as follows:

9 (1) (a) Except as provided in (b) of this subsection, when calculating an enrollee's contribution to any applicable cost-sharing 10 11 out-of-pocket maximum, а health carrier offering or а 12 nongrandfathered health plan with a pharmacy benefit, or a health 13 care benefit manager administering benefits for the health carrier, 14 shall include any cost-sharing amounts paid by the enrollee directly on behalf of the enrollee by another person for a covered 15 or 16 prescription drug that is:

17 (i) Without a generic equivalent or a therapeutic equivalent18 preferred under the health plan's formulary;

(ii) With a generic equivalent or a therapeutic equivalent preferred under the health plan's formulary where the enrollee has obtained access to the drug through:

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- (A) Prior authorization;

2 (B) Step therapy; or

3 (C) The prescription drug exception request process under RCW
4 48.43.420; or

(iii) With a generic equivalent or therapeutic equivalent 5 6 preferred under the health plan's formulary, throughout an exception request process under RCW 48.43.420, including any appeal of a denial 7 of an exception request. If the health carrier utilizes a health care 8 benefit manager to approve or deny exception requests, the exception 9 request process for the purposes of this subsection (1)(a)(iii) also 10 11 includes any time between the completion of the exception request process, including any appeal of a denial, and when the health care 12 13 benefit manager communicates the status of the request to the health 14 carrier.

(b) When calculating an enrollee's contribution to any applicable deductible, any amount paid on behalf of the enrollee by another person for a prescription drug that is not subject to payment of a deductible need not be included in the calculation, unless the terms of the enrollee's health plan require inclusion.

20 (2) Any cost-sharing amounts paid directly by or on behalf of the 21 enrollee by another person for a covered prescription drug under 22 subsection (1) of this section shall be applied towards the 23 enrollee's applicable cost-sharing or out-of-pocket maximum in full 24 at the time it is rendered.

25 (3) The commissioner may adopt any rules necessary to implement 26 this section.

(4) This section applies to nongrandfathered health plans issuedor renewed on or after January 1, 2023.

(5) This section does not apply to a qualifying health plan for a health savings account to the extent necessary to preserve the enrollee's ability to claim tax exempt contributions and withdrawals from the enrollee's health savings account under internal revenue service laws, regulations, and guidance.

34 (6) For purposes of this section:

(a) "Health care benefit manager" has the same meaning as in RCW48.200.020.

37 (b) "Person" has the same meaning as in RCW 48.01.070.

38 Sec. 2. RCW 41.05.017 and 2021 c 280 s 2 are each amended to 39 read as follows: Each health plan that provides medical insurance offered under this chapter, including plans created by insuring entities, plans not subject to the provisions of Title 48 RCW, and plans created under RCW 41.05.140, are subject to the provisions of RCW 48.43.500, 70.02.045, 48.43.505 through 48.43.535, 48.43.537, 48.43.545, 48.43.550, 70.02.110, 70.02.900, 48.43.190, 48.43.083, 48.43.0128, section 1 of this act, and chapter 48.49 RCW.

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