DIGEST

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Mills SB No. 545

Present law provides for provider contracts.

<u>Proposed law</u> provides any contract or agreement between a managed care organization and a health care provider shall include provisions that provide for the reimbursement of a health care provider in any instance in which the managed care organization requests or requires substitution of a medication for an enrollee.

<u>Proposed law</u> does not apply to generic substitution or step therapy programs utilized by the managed care organization that promote generic drugs as a first-line therapy.

Effective January 1, 2015.

(Amends R.S. 22:1007(I); adds R.S. 22:1007(J))

Summary of Amendments Adopted by House

Committee Amendments Proposed by <u>House Committee on Insurance</u> to the <u>engrossed</u> bill.

- 1. Clarified that the provisions of <u>proposed law</u> shall not apply to generic substitution or step therapy programs utilized by the managed care organization that promote generic drugs as a first-line therapy.
- 2. Provided an effective date of January 1, 2015.
- 3. Made technical changes.