Regular Session, 2012

SENATE BILL NO. 231

BY SENATORS MURRAY, MILLS AND THOMPSON AND REPRESENTATIVE THIBAUT

| 1 | AN ACT |
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| 2 | To enact R.S. 22:1006.1, relative to prior authorization forms; to provide with respect to the |
| 3 | issuance and use of prior authorization forms; to provide for an effective date; and |
| 4 | to provide for related matters. |
| 5 | Be it enacted by the Legislature of Louisiana: |
| 6 | Section 1. R.S. 22:1006.1 is hereby enacted to read as follows: |
| 7 | §1006.1. Prior authorization forms required; criteria |
| 8 | A. As used in this Section: |
| 9 | (1) "Health insurance issuer" means any entity that offers health |
| 10 | insurance coverage through a plan, policy, or certificate of insurance subject to |
| 11 | state law that regulates the business of insurance. "Health insurance issuer" |
| 12 | shall also include a health maintenance organization, as defined and licensed |
| 13 | pursuant to Subpart I of Part I of Chapter 2 of this Title. |
| 14 | (2) "Health benefit plan", "plan", "benefit", or "health insurance |
| 15 | coverage'' means services consisting of medical care, provided directly, through |
| 16 | insurance or reimbursement, or otherwise, and including items and services |
| 17 | paid for as medical care under any hospital or medical service policy or |
| 18 | certificate, hospital or medical service plan contract, preferred provider |
| 19 | organization, or health maintenance organization contract offered by a health |
| 20 | insurance issuer. However, excepted benefits are not included as a "health |
| 21 | <u>benefit plan''.</u> |
| 22 | (3) "Prior authorization" shall mean a utilization management criterion |
| 23 | utilized to seek permission or waiver of a drug to be covered under a health |
| 24 | benefit plan that provides prescription drug benefits. |

ENROLLED

| 1 | (4) "Prior authorization form" shall mean a standardized, uniform |
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| 2 | application developed by a health insurance issuer for the purpose of obtaining |
| 3 | prior authorization. |
| 4 | B. Notwithstanding any other provision of law to the contrary, in order |
| 5 | to establish uniformity in the submission of prior authorization forms, on and |
| 6 | after January 1, 2013, a health insurance issuer shall utilize only a single, |
| 7 | standardized prior authorization form for obtaining any prior authorization for |
| 8 | prescription drug benefits. The form shall not exceed two pages in length, |
| 9 | excluding any instructions or guiding documentation. A health insurance issuer |
| 10 | may make the form accessible through multiple computer operating systems. |
| 11 | Additionally, the health insurance issuer shall submit its prior authorization |
| 12 | forms to the Department of Insurance to be kept on file on or after January 1, |
| 13 | 2013. A copy of any subsequent replacements or modifications of a health |
| 14 | insurance issuer's prior authorization form shall be filed with the Department |
| 15 | of Insurance within fifteen days prior to use or implementation of such |
| 16 | replacements or modifications. |
| 17 | Section 2. This Act shall become effective upon signature by the governor or, if not |
| 18 | signed by the governor, upon expiration of the time for bills to become law without signature |
| 19 | by the governor, as provided by Article III, Section 18 of the Constitution of Louisiana. If |
| 20 | vetoed by the governor and subsequently approved by the legislature, this Act shall become |
| 21 | effective the day following such approval. |

PRESIDENT OF THE SENATE

SPEAKER OF THE HOUSE OF REPRESENTATIVES

GOVERNOR OF THE STATE OF LOUISIANA

APPROVED: _____