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THE GENERAL ASSEMBLY OF PENNSYLVANIA

HOUSE BILL

No. 60

Session of 2015

INTRODUCED BY BAKER, BENNINGHOFF, COHEN, TOEPEL, V. BROWN, FREEMAN, BARRAR, BROWNLEE, LONGIETTI, KILLION, SAMUELSON, DIGIROLAMO, TOPPER, RAPP, CAUSER, A. HARRIS, KNOWLES, KAUFFMAN, OBERLANDER, D. COSTA, MILLARD, WATSON, CUTLER, EVERETT, MURT, JAMES, DeLUCA, HAHN, GABLER, GINGRICH, ZIMMERMAN, PICKETT, GIBBONS, DEAN, MENTZER, EMRICK, BIZZARRO, PHILLIPS-HILL, MOUL, PYLE, REGAN AND McCARTER, JANUARY 21, 2015

SENATOR WHITE, BANKING AND INSURANCE, IN SENATE, AS AMENDED, JUNE 25, 2015

AN ACT

Amending the act of May 17, 1921 (P.L.682, No.284), entitled "An act relating to insurance; amending, revising, and consolidating the law providing for the incorporation of 3 insurance companies, and the regulation, supervision, and protection of home and foreign insurance companies, Lloyds 5 associations, reciprocal and inter-insurance exchanges, and 7 fire insurance rating bureaus, and the regulation and supervision of insurance carried by such companies, 8 associations, and exchanges, including insurance carried by 9 the State Workmen's Insurance Fund; providing penalties; and 10 repealing existing laws," in casualty insurance, providing 11 12 for coverage for oral anticancer CHEMOTHERAPY medications. 13 The General Assembly of the Commonwealth of Pennsylvania 14 hereby enacts as follows: 15 Section 1. The act of May 17, 1921 (P.L.682, No.284), known 16 as The Insurance Company Law of 1921, is amended by adding a 17 section to read: 18 Section 631.1. Coverage for Oral Anticancer CHEMOTHERAPY

Medications. -- (a) Whenever a health insurance policy provides

- 1 coverage that includes coverage for cancer chemotherapy or
- 2 <u>anticancer INTRAVENOUSLY ADMINISTERED OR INJECTED CHEMOTHERAPY</u> <--

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- 3 <u>medications which have been approved by the United States Food</u>
- 4 and Drug Administration for general use in the treatment of
- 5 cancer, the policy shall not provide coverage or impose cost
- 6 <u>sharing for a prescribed</u>, <u>orally administered anticancer</u>
- 7 CHEMOTHERAPY medication on a less favorable basis than the <--
- 8 <u>coverage it provides or cost sharing it imposes for</u>
- 9 <u>intravenously administered or injected cancer CHEMOTHERAPY</u> <--
- 10 medications.
- 11 (b) A health insurance policy shall not comply with this
- 12 section by imposing an increase in cost sharing solely for
- 13 <u>orally administered</u>, intravenously administered or injected
- 14 cancer medications. CHEMOTHERAPY MEDICATIONS GREATER THAN THE <--
- 15 POLICY'S COST-SHARING PROVISIONS FOR MEDICAL BENEFITS GENERALLY.
- 16 (c) The prohibitions in subsections (a) and (b) do not
- 17 preclude a health insurance policy from requiring an enrollee to
- 18 obtain prior authorization before orally administered anticancer <--
- 19 CHEMOTHERAPY medication is dispensed to the enrollee.
- 20 <u>(D) THIS SECTION SHALL APPLY ONLY TO ORAL CHEMOTHERAPY</u> <--
- 21 MEDICATIONS WHERE AN INTRAVENOUSLY ADMINISTERED OR INJECTED
- 22 CHEMOTHERAPY MEDICATION IS NOT EQUALLY MEDICALLY EFFECTIVE.
- 23 (E) THIS SECTION SHALL APPLY TO A HIGH DEDUCTIBLE HEALTH
- 24 PLAN ONLY, AS DEFINED IN SECTION 223(C)(2) OF THE INTERNAL
- 25 REVENUE CODE OF 1986 (PUBLIC LAW 99-514, 26 U.S.C. § 223(C)(2))
- 26 AFTER THE COVERED PERSON'S DEDUCTIBLE HAS BEEN SATISFIED FOR THE
- 27 YEAR.
- 28 (d) (F) This section shall apply to those health insurance <--
- 29 policies issued or entered into or renewed on or after the
- 30 effective date of this section.

- 1 $\frac{\text{(e)}}{\text{(G)}}$ (G) As used in this section:
- 2 "Anticancer CHEMOTHERAPY medication" means a drug or
- 3 biological product that is used to kill, slow or prevent
- 4 MEDICATION PRESCRIBED BY A TREATING PHYSICIAN THAT IS NECESSARY <--

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- 5 TO KILL OR SLOW the growth of cancerous cells.
- 6 "Cost sharing" means the cost to an individual insured under
- 7 a health insurance policy according to any coverage limit,
- 8 <u>copayment</u>, <u>coinsurance</u>, <u>deductible</u> or <u>other out-of-pocket</u>
- 9 <u>expense requirements imposed by the policy, contract or</u>
- 10 agreement.
- "Health insurance policy" means any individual or group
- 12 health, sickness or accident policy, or subscriber contract or
- 13 certificate offered, issued or renewed by an entity subject to
- 14 one of the following:
- 15 (1) This act.
- 16 (2) The act of December 29, 1972 (P.L.1701, No.364), known
- 17 as the "Health Maintenance Organization Act."
- 18 (3) 40 Pa.C.S. Ch. 61 (relating to hospital plan
- 19 corporations) or 63 (relating to professional health services
- 20 plan corporations).
- 21 The term does not include accident only, fixed indemnity,
- 22 limited benefit, credit, dental, vision, specified disease,
- 23 Medicare supplement, Civilian Health and Medical Program of the
- 24 Uniformed Services (CHAMPUS) supplement, long-term care or
- 25 disability income, workers' compensation or automobile medical
- 26 payment insurance.
- 27 Section 2. The addition of section 631.1 of the act applies
- 28 as follows:
- 29 (1) For health insurance policies for which either rates
- 30 or forms are required to be filed with the Insurance

- 1 Department or the Federal Government, section 631.1 of the
- 2 act shall apply to any such policy for which a form or rate
- 3 is first filed on or after the effective date of this
- 4 section.
- 5 (2) For health insurance policies for which neither
- 6 rates nor forms are required to be filed with the Insurance
- 7 Department or the Federal Government, section 631.1 of the
- 8 act shall apply to any such policy issued or renewed on or
- 9 after 180 days after the effective date of this section.
- 10 Section 3. This act shall take effect immediately.