THE GENERAL ASSEMBLY OF PENNSYLVANIA

HOUSE BILL

No. 270

Session of 2017

INTRODUCED BY FARRY, SAMUELSON, BAKER, STAATS, WATSON, MILLARD, DRISCOLL, FREEMAN, MATZIE, PICKETT, LONGIETTI, SOLOMON, DAVIS, BULLOCK, SCHLOSSBERG, KAVULICH, KINSEY, A. HARRIS, IRVIN, NEILSON, GALLOWAY, D. COSTA, MULLERY, KAUFER, SIMS, WARD, DONATUCCI, THOMAS, NELSON, PASHINSKI, MADDEN, McCARTER, W. KELLER, TOOHIL, GODSHALL AND RAVENSTAHL, MARCH 16, 2017

REFERRED TO COMMITTEE ON AGING AND OLDER ADULT SERVICES, MARCH 16, 2017

AN ACT

- Amending the act of August 26, 1971 (P.L.351, No.91), entitled "An act providing for a State Lottery and administration thereof; authorizing the creation of a State Lottery 3 Commission; prescribing its powers and duties; disposition of 4 funds; violations and penalties therefor; exemption of prizes from State and local taxation and making an appropriation," in pharmaceutical assistance for the elderly, further 7 providing for definitions, providing for medication 8 synchronization, further providing for the Pharmaceutical 9 Assistance Contract for the Elderly Needs Enhancement Tier 10 and for board and providing for medication therapy 11 12 management. 13 The General Assembly of the Commonwealth of Pennsylvania
- 14 hereby enacts as follows:
- 15 Section 1. The definition of "board" in section 502 of the
- 16 act of August 26, 1971 (P.L.351, No.91), known as the State
- Lottery Law, is amended and the section is amended by adding a
- definition to read: 18
- 19 Section 502. Definitions.
- 20 The following words and phrases when used in this chapter

- 1 shall have the meanings given to them in this section unless the
- 2 context clearly indicates otherwise:
- 3 * * *
- 4 "Board." The Pharmaceutical Assistance [Review] Advisory
- 5 Board.
- 6 * * *
- 7 <u>"Medication synchronization."</u> The coordination of
- 8 prescription drug filling or refilling by a pharmacy or
- 9 <u>dispensing physician for a program participant taking two or</u>
- 10 more medications for the purpose of improving medication
- 11 adherence.
- 12 * * *
- 13 Section 2. The act is amended by adding a section to read:
- 14 <u>Section 515.1. Medication synchronization.</u>
- 15 <u>(a) Prorated daily cost-sharing rate.--The program shall</u>
- 16 permit and apply a prorated daily cost-sharing rate to
- 17 prescription drugs that are dispensed by a pharmacy for less
- 18 than a 30 days' supply if the pharmacist or prescriber
- 19 determines the fill or refill to be in the best interest of the
- 20 program participant and the program participant requests or
- 21 agrees to less than a 30 days' supply for the purpose of
- 22 medication synchronization.
- 23 (b) Override of denial codes.--The program shall allow a
- 24 pharmacy to override any denial codes indicating that a
- 25 prescription drug is being refilled too soon for the purposes of
- 26 medication synchronization.
- Section 3. Sections 519(b) and 520 of the act are amended to
- 28 read:
- 29 Section 519. The Pharmaceutical Assistance Contract for the
- 30 Elderly Needs Enhancement Tier.

- 1 * * *
- 2 (b) PACENET eligibility. -- A person with an annual income of
- 3 not less than \$14,500 and not more than [\$23,500] \$31,000 in the
- 4 case of a single person and of not less than \$17,700 and not
- 5 more than [\$31,500] \$41,000 in the case of the combined income
- 6 of persons married to each other shall be eligible for enhanced
- 7 pharmaceutical assistance under this section. A person may, in
- 8 reporting income to the department, round the amount of each
- 9 source of income and the income total to the nearest whole
- 10 dollar, whereby any amount which is less than 50¢ is eliminated.
- 11 * * *
- 12 Section 520. Board.
- 13 (a) Establishment. -- The Pharmaceutical Assistance [Review]
- 14 Advisory Board is continued to ensure that the program is
- 15 providing and continues to provide the assistance intended in a
- 16 fiscally responsible manner without excessively hampering the
- 17 pharmaceutical industry.
- 18 (b) Composition. -- The board shall be comprised of the
- 19 following [eight] persons:
- 20 (1) The Secretary of Aging, who shall serve as its
- 21 chairman.
- 22 (2) The Secretary of Revenue.
- 23 (3) The Secretary of Health.
- 24 (4) [Five] Nine public members[, one appointed by the
- 25 President pro tempore of the Senate, one appointed by the
- 26 Minority Leader of the Senate, one appointed by the Speaker
- of the House of Representatives, one appointed by the
- 28 Minority Leader of the House of Representatives and one
- appointed by the Governor. Those appointed by the legislative
- 30 officers shall include two senior citizens who have not been

Τ	a part of the pharmaceutical industry to serve as consumer
2	advocates, one representative of the pharmaceutical industry
3	and one practicing Pennsylvania pharmacist. The individual
4	appointed by the Governor must be a physician. A public
5	member who misses two consecutive meetings without good cause
6	acceptable to the chairman shall be replaced by the
7	appointing authority.] appointed as follows:
8	(i) Four practicing Pennsylvania pharmacists whose
9	names are jointly submitted by the Pennsylvania
10	Pharmacists Association and the Pennsylvania Association
11	of Chain Drug Stores and then appointed by the following:
12	(A) One member appointed by the President pro
13	tempore of the Senate.
14	(B) One member appointed by the Minority Leader
15	of the Senate.
16	(C) One member appointed by the Speaker of the
17	House of Representatives.
18	(D) One member appointed by the Minority Leader
19	of the House of Representatives.
20	(ii) Five individuals appointed by the Governor that
21	<pre>include the following:</pre>
22	(A) One representative from the pharmaceutical
23	industry.
24	(B) Four senior citizens who have not been a
25	part of the pharmaceutical industry, two of whom may
26	be senior advocates.
27	(5) Should a board vacancy not be filled by the
28	appointing authority within 60 days, the power to appoint an
29	individual to the vacancy shall be given to the Secretary of
30	Aging.

- 1 (c) Review.--Using the annual report submitted by the
- 2 department pursuant to section 2102 and other appropriate data
- 3 sources, the board shall conduct an annual review. The board
- 4 shall develop recommendations concerning any changes in the
- 5 level of copayment, deductible or in the level of fees paid to
- 6 participating pharmacists. The board shall review the
- 7 department's therapeutic drug utilization review program on an
- 8 ongoing basis. The board may also recommend other changes in the
- 9 structure of the program and direct the department to enter into
- 10 discussions with the private contractor concerning amendments to
- 11 the contract, or the department may enter into such discussion
- 12 if it deems necessary. The copayment or deductible schedule
- 13 shall only be adjusted on an annual basis.
- 14 (c.1) Powers and duties. -- The board shall advise on the
- 15 following:
- 16 (1) The development and implementation of the department
- 17 proposals for medication synchronization and medication
- 18 therapy management programs and reimbursement methodologies.
- 19 (2) Adjustment of the dispensing fee, as needed.
- 20 <u>(3) Cost-of-living adjustment increases for medication</u>
- 21 synchronization, medication therapy management and the
- dispensing fee.
- 23 (d) Meetings.--The board shall meet at least two times per
- 24 year and not more than four times per year.
- 25 Section 4. The act is amended by adding a section to read:
- 26 Section 522.1. Medication therapy management.
- 27 PACE shall, in consultation with the board, develop a
- 28 proposal for a medication therapy management program by using
- 29 retail community pharmacies enrolled in the program. PACE, in
- 30 consultation with the board, shall submit the proposal to the

- 1 General Assembly no later than one year after the effective date
- 2 of this section.
- 3 Section 5. This act shall take effect immediately.