THE GENERAL ASSEMBLY OF PENNSYLVANIA

HOUSE BILL

No. 606

Session of 2015

INTRODUCED BY BURNS, KOTIK, KILLION, ROZZI, D. COSTA, BROWNLEE, LONGIETTI, McNEILL, V. BROWN, PASHINSKI, DAVIDSON, KINSEY, DeLUCA, KIRKLAND, COHEN, MAHONEY, MURT, MOUL, WATSON AND SAINATO, FEBRUARY 24, 2015

REFERRED TO COMMITTEE ON INSURANCE, FEBRUARY 24, 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 insurance companies, and the regulation, supervision, and protection of home and foreign insurance companies, Lloyds 5 associations, reciprocal and inter-insurance exchanges, and 6 fire insurance rating bureaus, and the regulation and 7 supervision of insurance carried by such companies, 9 associations, and exchanges, including insurance carried by the State Workmen's Insurance Fund; providing penalties; and 10 repealing existing laws," in health and accident insurance, 11 providing for oncology benefit design. 12 13 The General Assembly of the Commonwealth of Pennsylvania 14 hereby enacts as follows: Section 1. The act of May 17, 1921 (P.L.682, No.284), known 15 16 as The Insurance Company Law of 1921, is amended by adding a section to read: 17 18 Section 631.1. Oncology Benefit Design. -- (a) Individual or 19 group health insurance policies offered by an insurer providing 20 coverage for intravenously administered cancer chemotherapy that 21 also provide coverage for orally administered cancer
- 22 chemotherapy shall provide orally administered cancer

- 1 chemotherapy with no less favorable patient cost-sharing than
- 2 <u>for covered intravenously administered chemotherapy</u>. This shall
- 3 <u>include copayments</u>, <u>deductibles</u>, <u>coinsurance provisions and</u>
- 4 maximum out-of-pocket limits that are based upon how the
- 5 <u>chemotherapy is administered to the patient.</u>
- 6 (b) This section shall apply to individual or group health
- 7 <u>insurance policies offered by an insurer that may offer coverage</u>
- 8 for orally administered or injected chemotherapy as part of a
- 9 prescription drug benefit. This shall include offerings made
- 10 directly through the insurer or an entity that insurer has
- 11 contracted with to provide, deliver, arrange for or reimburse
- 12 <u>for coverage</u>.
- 13 (c) Compliance with this section cannot be achieved by
- 14 imposing cost increases to patients for their out-of-pocket
- 15 costs for those patients currently receiving covered
- 16 chemotherapy agents regardless of the form of administration.
- 17 (d) This section shall apply to health insurance policies
- 18 offered, issued or renewed on or after July 1, 2015, in this
- 19 Commonwealth. This section shall not include the following
- 20 policies:
- 21 (1) Accident only.
- 22 (2) Fixed indemnity.
- 23 (3) Limited benefit.
- 24 <u>(4)</u> Credit.
- 25 (5) Dental.
- 26 (6) Vision.
- 27 (7) Medicare supplement.
- 28 (8) CHAMPUS (Civilian Health and Medical Program of the
- 29 <u>Uniformed Services</u>) <u>supplement</u>.
- 30 (9) Long-term care or disability income.

- 1 (10) Long-term care.
- 2 (11) Workers' compensation.
- 3 (12) Automobile medical payment.
- 4 (e) The term "cancer chemotherapy" when used in this section
- 5 means medication that is prescribed by a physician for the
- 6 purpose of killing or slowing the growth of cancer cells.
- 7 (f) The term "insurer" when used in this section means a
- 8 company or health insurance entity licensed in this Commonwealth
- 9 to issue individual or group health, sickness or accident policy
- 10 or subscriber contract or certificate or plan that provides
- 11 medical or health care coverage by a health care facility or
- 12 <u>licensed health care provider that is offered or governed under</u>
- 13 this act or the following:
- 14 (1) The act of December 29, 1972 (P.L.1701, No.364), known
- 15 as the "Health Maintenance Organization Act."
- 16 (2) The act of May 18, 1976 (P.L.123, No.54), known as the
- 17 "Individual Accident and Sickness Insurance Minimum Standards
- 18 Act."
- 19 (3) 40 Pa.C.S. Ch. 61 (relating to hospital plan
- 20 corporations) or 63 (relating to professional health services
- 21 plan corporations).
- 22 Section 2. This act shall take effect July 1, 2016.