

*H.F. 2436 substituted 3/12*

FILED FEB 7 1990

SENATE FILE 2258  
BY COMMITTEE ON HUMAN RESOURCES

(SUCCESSOR TO SSB 2149)

Passed Senate, Date \_\_\_\_\_ Passed House, Date \_\_\_\_\_  
Vote: Ayes \_\_\_\_\_ Nays \_\_\_\_\_ Vote: Ayes \_\_\_\_\_ Nays \_\_\_\_\_  
Approved \_\_\_\_\_

A BILL FOR

1 An Act restricting the conditions under which a third-party payor  
2 of medical benefits may limit coverage for prescription drugs.  
3 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF IOWA:

SENATE FILE 2258

S-5278

- 1 Amend Senate File 2258 as follows:
- 2 1. Page 1, line 7, by striking the words "
- 3 provided that" and inserting the following: "if".
- 4 2. Page 1, line 8, by inserting before the word
- 5 "person" the following: "covered".

By WALLY E. HORN

S-5278 FILED FEBRUARY 28, 1990  
*Adopted 3/12 (p. 967)*

SC 2258

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1 Section 1. NEW SECTION. 514C.5 PRESCRIPTION DRUG BENEFIT  
2 RESTRICTIONS.

5278 3 1. A group policy or contract providing for third-party  
4 payment or prepayment for prescription drugs shall not require  
5 a person covered under the policy or contract to obtain  
6 prescription drugs from a mail order pharmacy as a condition  
7 of obtaining benefits for prescription drugs, provided that  
8 the pharmacy selected by the person agrees to provide  
9 pharmaceutical services under the same terms and conditions as  
10 those provided by the mail order pharmacy.

11 2. Group third-party payor policies or contracts  
12 delivered, issued for delivery, continued, or renewed in this  
13 state on or after July 1, 1990, are subject to this section,  
14 including but not limited to the following classes:

- 15 a. A group accident and sickness insurance policy.
- 16 b. A group hospital or medical service contract.
- 17 c. A group health maintenance organization contract.
- 18 d. A group medicare supplemental policy.

19 EXPLANATION

20 This bill prohibits group insurance policies, or other  
21 third-party payor contracts, from conditioning prescription  
22 drug benefits upon obtaining prescription drugs through a mail  
23 order pharmacy.

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HORN, CH.  
MURPHY  
CORNING

SSB 2149  
HUMAN RESOURCES

SENATE FILE 2258  
BY (PROPOSED COMMITTEE ON  
HUMAN RESOURCES BILL  
BY CHAIRPERSON HANNON)

Passed Senate, Date \_\_\_\_\_ Passed House, Date \_\_\_\_\_  
Vote: Ayes \_\_\_\_\_ Nays \_\_\_\_\_ Vote: Ayes \_\_\_\_\_ Nays \_\_\_\_\_  
Approved \_\_\_\_\_

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