H-1739

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Amend the amendment, H-1734, to House File 697 as 2 follows:

- 1. Page 7, by striking lines 10 through 12.
- 2. Page 10, by striking lines 12 through 15.
- 5 3. By striking page 15, line 18, through page 17, 6 line 11, and inserting:
- 7 Sec. ___. 2010 Iowa Acts, chapter 1193, section 8 166, subsections 2 and 3, are amended to read as 9 follows:
- 2. a. Prior to July 1, 2010, the department of administrative services shall utilize a request for proposals process to contract for the provision of medication therapy management services beginning July 1, 2010, and prior to July 1, 2011, shall amend the contract to continue the provision of medication therapy management services beginning July 1, 2011, for eligible employees who meet any of the following criteria:
- 19 (1) An individual who takes four or more 20 prescription drugs to treat or prevent two or more 21 chronic medical conditions.
- 22 (2) An individual with a prescription drug therapy 23 problem who is identified by the prescribing physician 24 or other appropriate prescriber, and referred to a 25 pharmacist for medication therapy management services.
- 26 (3) An individual who meets other criteria 27 established by the third-party payment provider 28 contract, policy, or plan.
- b. The department of administrative services shall utilize an advisory committee comprised of an equal number of physicians and pharmacists to provide advice and oversight regarding the request for proposals and evaluation processes. The department shall appoint the members of the advisory council based upon designees of the Iowa pharmacy association, the Iowa medical society, and the Iowa osteopathic medical association.
- c. The contract shall require the company to provide annual reports to the general assembly detailing the costs, savings, estimated cost avoidance and return on investment, and patient outcomes related to the medication therapy management services provided. The company shall guarantee demonstrated annual savings, including any savings associated with cost avoidance at least equal to the program's costs with any shortfall amount refunded to the state. As a proof of concept in the program for the period beginning July 1, 2010, and ending June 30, 2011, the company shall offer a dollar-for-dollar guarantee for drug product costs savings alone. Prior to entering into a contract with a company, the department and

- 1 the company shall agree on the terms, conditions, 2 and applicable measurement standards associated 3 with the demonstration of savings. The department 4 shall verify the demonstrated savings reported by 5 the company was performed in accordance with the 6 agreed upon measurement standards. The company shall 7 be prohibited from using the company's employees to 8 provide the medication therapy management services and 9 shall instead be required to contract with licensed 10 pharmacies, pharmacists, or physicians.
- The fees for pharmacist-delivered medication 12 therapy management services shall be separate from 13 the reimbursement for prescription drug product or 14 dispensing services; shall be determined by each 15 third-party payment provider contract, policy, or plan; 16 and must be reasonable based on the resources and time 17 required to provide the service.
- e. A fee shall be established for physician 19 reimbursement for services delivered for medication 20 therapy management as determined by each third-party 21 payment provider contract, policy, or plan, and must be 22 reasonable based on the resources and time required to 23 provide the service.
- f. If any part of the medication therapy management 25 plan developed by a pharmacist incorporates services 26 which are outside the pharmacist's independent scope 27 of practice including the initiation of therapy, 28 modification of dosages, therapeutic interchange, or 29 changes in drug therapy, the express authorization 30 of the individual's physician or other appropriate 31 prescriber is required.
- g. For the contract period beginning July 1, 2011, 33 the department shall utilize the services of the 34 college of pharmacy at a state university to validate 35 reported drug cost savings.

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- The results of the pilot program for the period 37 beginning July 1, 2010, and ending December 31, 2011, 38 shall be submitted to the general assembly no later 39 than March 1, 2012.
- 3. This section is repealed December 31, 2011 June 40 41 20, 2012.> 42
- 4. Page 17, by striking line 22 and inserting 43 <amended in this division of this Act:>
- Page 17, by striking lines 24 through 28 and 45 inserting:
- EFFECTIVE UPON ENACTMENT AND RETROACTIVE 46 <Sec. 47 APPLICABILITY. This division of this Act, being deemed 48 of immediate importance, takes effect upon enactment, 49 and is retroactively applicable to June 15, 2011.>
 - 6. Page 17, by striking lines 12 through 23 and

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