

February 14, 1967  
Public Health and  
Welfare *Pass 2-16*  
*Public Health and Welfare 2-27*

House File 176

By VOORHEES, MENSING, CONKLIN,  
DODERER, BREITBACH, WAUGH,  
ANDERSEN, MILLER of Des  
Moines, DEN HERDER and  
CARNAHAN

*Substituted for S.F. 250, 4/11*

Passed House, Date 2-24-67

Passed Senate, Date 4-11-67

Vote: Ayes 86 Nays 25

Vote: Ayes 50 Nays 0

*Passed  
House as amended  
by Senate 5-26-67  
72-29*

Approved

*June 15, 1967*

## A BILL FOR

*Motion to reconsider filed 4-11  
Failed to pass Senate 5-8, 29-20  
Motion to reconsider filed 5-8-67  
Prevented 5-19-67. Passed Senate  
as amended 5-19-67 32-17  
Motion to reconsider tabled 5-19.*

An Act to amend Chapter five hundred fourteen (514), Code 1966, relating to the participation of pharmacies in a pharmaceutical service plan.

Be It Enacted by the General Assembly of the State of Iowa:

- 1 Section 1. Section five hundred fourteen point one (514.1),
- 2 Code 1966, is hereby amended by inserting in line nineteen (19)
- 3 after the word "contract" the following:
- 4 "or any such corporation organized for the purpose of
- 5 establishing, maintaining, and operating a nonprofit pharma-
- 6 ceutical service plan, whereby pharmaceutical service may
- 7 be provided by the said corporation or by a licensed pharmacy
- 8 with which it has a contract for such service, to such of the
- 9 public who become subscribers to said plan under a contract
- 10 which entitles each subscriber to pharmaceutical service,".
- 1 Sec. 2. Section five hundred fourteen point two (514.2),
- 2 Code 1966, is hereby amended by inserting in line three (3)
- 3 after the word "corporation" the following:
- 4 ", or a nonprofit pharmaceutical service corporation".
- 1 Sec. 3. Section five hundred fourteen point five (514.5),
- 2 Code 1966, is hereby amended by adding paragraph three (3) as
- 3 follows:
- 4 "Any pharmaceutical service corporation organized under the
- 5 provisions of said chapter may enter into contracts for the

6 rendering of pharmaceutical service to any of its subscribers."

1     Sec. 4. Section five hundred fourteen point six (514.6),  
2 Code 1966, is hereby amended by inserting in line three (3)  
3 after the word "service" the following:

4     ", or for pharmaceutical service".

1     Sec. 5. Section five hundred fourteen point seven (514.7),  
2 Code 1966, is hereby amended by inserting in line three (3)  
3 after the word "service" the following:

4     ", or for pharmaceutical service".

1     Sec. 6. Section five hundred fourteen point eight (514.8),  
2 Code 1966, is hereby amended by inserting in line six (6) after  
3 the word "service" the following:

4     ", or with participating pharmacies for pharmaceutical  
5 service".

1     Sec. 7. Section five hundred fourteen point eleven (514.11),  
2 Code 1966, is hereby amended by inserting in line four (4)  
3 after the word "plan" the following:

4     "or pharmaceutical service plan,".

1     Sec. 8. Section five hundred fourteen point thirteen  
2 (514.13), Code 1966, is hereby amended by inserting in line  
3 nine (9) after the word "service" the following:

4     "or any pharmacy with whom any such corporation has a con-  
5 tract for pharmaceutical service,".

1     Sec. 9. Section five hundred fourteen point sixteen  
2 (514.16), Code 1966, is hereby amended as follows:

3     1. By inserting in line eight (8) after the second word  
4 "plan" the following:

5     "or pharmaceutical service plan,".

6     2. By inserting in line sixteen (16) after the word "plan"  
7 the following:

8     "or pharmaceutical service plan".

9     3. By inserting in line twenty-six (26) after the word  
10 "corporation" the following:

11     "or pharmaceutical service corporation".

1     Sec. 10. This Act being deemed of immediate importance shall  
 2 be in full force and effect from and after its passage and pub-  
 3 lication in The Sioux Center News, a newspaper published at  
 4 Sioux Center, Iowa, and in The Marion Sentinel, a newspaper  
 5 published at Marion, Iowa.

EXPLANATION

This bill merely adds "pharmaceutical services" to Chapter 514 to allow prepayment plans for drugs and medicines in the same manner as now provided in the law for hospital and medical services through Blue Cross and Blue Shield. In recent years the statute has been amended several times to cover osteopathic, dental and podiatric services.

1     Amend House File 176 as follows:  
 2     1. By adding the following new section:  
 3     "Effective with all premiums collected during the  
 4     calendar year 1967, every hospital service corporation  
 5     and pharmaceutical service corporation operating under  
 6     the provisions of chapter five hundred fourteen (514)  
 7     shall pay to the commissioner of insurance before March  
 8     1, next succeeding the calendar year in which the sub-  
 9     scribers service was so effectuated, continued, or re-  
 10    newed a premium tax, of two (2) per cent of gross  
 11    premiums charged for such service to subscribers res-  
 12    ident, or service performed in this state. The term  
 13    'premium' includes all premiums, membership fees, assess-  
 14    ments, dues or any other consideration for such service."

Filed - *Withdrawn 5-8-67*  
 April 19, 1967

By REICHARDT

1 Amend House File 176 as follows:  
2 1. By adding the following new sentence after the  
3 period in line six (6) of section three (3): "Member-  
4 ship in any pharmaceutical service corporation shall  
5 be open to all pharmacies licensed under chapter one  
6 hundred fifty-five (155) of the Code."

Filed and adopted *House concurred 5-26*  
April 11, 1967 By KRUCK

1 Amend House File 176 as follows:  
2 By adding the following new sentence after the period  
3 in line four (4) of Section Five (5): "The Commissioner  
4 shall require that the participating hospitals or  
5 pharmacies be reimbursed by the hospital service cor-  
6 poration or the pharmaceutical service corporation at rates  
7 equal to the rates or prices charged none-subscribers."

Filed and adopted *Withdrawn 5-8-67*  
April 11, 1967 By KIBBIE

1 Amend House File 176 as follows:  
2 1. Amend the title by striking all after the word "to"  
3 in line two (2) and inserting in lieu thereof the following:  
4 "pharmaceutical and hospital service corporations."

Filed and adopted *Withdrawn 5-8-67*  
April 11, 1967 By DENMAN

1 Amend House File 176 as follows:  
2 1. By striking Section 5 and inserting in lieu thereof  
3 "Sec. 5. Section five hundred fourteen point seven  
4 (514.7), Code 1966 is hereby amended as follows:  
5 1. By inserting in line three (3) after the word  
6 "service" the following: "or for pharmaceutical  
7 service".  
8 2. By adding at the end of said section the  
9 following: "The Commissioner shall require that  
10 participating pharmacies be reimbursed by the  
11 pharmaceutical service corporation at rates or  
12 prices equal to the rates or prices charged non-  
13 subscribers, unless the commissioner determines  
14 otherwise to prevent loss to subscribers."

Filed - *Lost 5-8-67, Rescinded and Adopted 5-19-67*  
May 5, 1967 *House concurred 5-26* By KOSEK and ELY