# House File 2329 - Introduced

HOUSE FILE 2329
BY COMMITTEE ON HUMAN
RESOURCES

(SUCCESSOR TO HSB 511)

## A BILL FOR

- 1 An Act relating to benefit coverage for medication therapy
- 2 management.
- 3 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF IOWA:

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- 1 Section 1. FINDINGS. The general assembly finds all of the 2 following:
- 3 1. The prevalence of adverse events and complications
- 4 relating to drug therapy is a significant public health
- 5 problem, resulting in serious health risks and reduced quality
- 6 of life for patients and additional cost to the health care
- 7 system.
- 8 2. The demonstrated success and cost-effectiveness of
- 9 medication therapy management in reducing preventable adverse
- 10 drug therapy events could be significantly expanded if
- 11 incorporated into all public and private health benefit plans.
- 12 3. The utilization of medication therapy management is
- 13 consistent with the concepts of collaborative team-based
- 14 delivery of care and the patient-centered medical home.
- 15 Sec. 2. <u>NEW SECTION</u>. **514C.26** Medication therapy management 16 coverage.
- 17 l. As used in this section:
- 18 a. "Commissioner" means the commissioner of insurance.
- 19 b. "Medication therapy management" means a systematic
- 20 process performed by a licensed pharmacist, designed to
- 21 optimize therapeutic outcomes through improved medication use
- 22 and reduced risk of adverse drug events, including all of the
- 23 following services:
- 24 (1) A medication therapy review of all medications,
- 25 vitamins, and herbal supplements currently being taken by an
- 26 eligible individual.
- 27 (2) A medication action plan, subject to the limitations
- 28 specified in this section, communicated to the individual and
- 29 the individual's primary care physician or other appropriate
- 30 prescriber to address safety issues, inconsistencies,
- 31 duplicative therapy, omissions, and medication costs. The
- 32 medication action plan may include recommendations to the
- 33 prescriber for changes in drug therapy.
- 34 (3) Documentation and follow-up to ensure consistent levels
- 35 of pharmacy services and positive outcomes.

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- Notwithstanding the uniformity of treatment requirements
- 2 of section 514C.6, a contract, policy, or plan providing
- 3 for third-party payment or prepayment for health or medical
- 4 expenses that include pharmaceutical benefits shall provide
- 5 coverage for medication therapy management in accordance
- 6 with rules adopted by the commissioner. The provisions of
- 7 this section shall apply to all of the following classes of
- 8 third-party payment provider contracts, policies, or plans
- 9 delivered, issued for delivery, continued, or renewed in this
- 10 state on or after July 1, 2010:
- ll a. Individual or group accident and sickness insurance
- 12 providing coverage on an expense-incurred basis.
- 13 b. An individual or group hospital or medical service
- 14 contract issued pursuant to chapter 509, 514, or 514A.
- 15 c. An individual or group health maintenance organization
- 16 contract regulated under chapter 514B.
- 17 d. An individual or group Medicare supplemental policy,
- 18 unless coverage pursuant to such policy is preempted by federal
- 19 law.
- 20 e. A plan established pursuant to chapter 509A for public
- 21 employees.
- 22 3. This section shall not apply to accident-only, specified
- 23 disease, short-term hospital or medical, hospital confinement
- 24 indemnity, credit, dental, vision, long-term care, basic
- 25 hospital, and medical-surgical expense coverage as defined
- 26 by the commissioner, disability income insurance coverage,
- 27 coverage issued as a supplement to liability insurance,
- 28 workers' compensation or similar insurance, or automobile
- 29 medical payment insurance.
- 30 4. The commissioner shall adopt rules pursuant to chapter
- 31 17A regarding coverage of benefits for medication therapy
- 32 management based on all of the following:
- 33 a. Medication therapy management shall be a covered benefit
- 34 for any of the following individuals:
- 35 (1) An individual who takes four or more prescription drugs

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- 1 to treat or prevent two or more chronic medical conditions.
- 2 (2) An individual who has a prescription drug therapy
- 3 problem as identified by the prescribing physician or other
- 4 appropriate prescriber, and is referred to a pharmacist for
- 5 medication therapy management.
- 6 (3) An individual who meets other criteria established by
- 7 the third-party payment provider contract, policy, or plan.
- 8 b. The fees for medication therapy management services
- 9 shall be separate from the reimbursement for prescription drug
- 10 product or dispensing services; shall be determined by each
- 11 third-party payment provider contract, policy, or plan; and
- 12 shall be reasonable based on the resources and time required
- 13 to provide the services.
- 14 c. A fee shall be established for physician reimbursement
- 15 for medication therapy management services provided which fee
- 16 shall be reasonable based on the resources and time required
- 17 to provide the services.
- 18 d. If any part of the medication therapy management
- 19 plan developed by a pharmacist incorporates services which
- 20 are outside the pharmacist's independent scope of practice
- 21 including the initiation of therapy, modification of dosages,
- 22 therapeutic interchange, or changes in drug therapy, the
- 23 express authorization of the individual's physician or other
- 24 appropriate prescriber is required.
- 25 Sec. 3. BOARD OF PHARMACY MEDICATION THERAPY MANAGEMENT
- 26 REGULATION. The board of pharmacy shall adopt rules pursuant
- 27 to chapter 17A for the regulation of medication therapy
- 28 management as defined in section 514C.26. The rules shall be
- 29 based on recommendations of an advisory committee comprised
- 30 of an equal number of physicians and pharmacists who practice
- 31 medication therapy management, as recommended by the Iowa
- 32 medical society, the Iowa osteopathic medicine association, and
- 33 the Iowa pharmacy association, outcomes pharmaceutical health
- 34 care, and the national association of chain drug stores.
- 1 EXPLANATION

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2 This bill relates to medication therapy management. The 3 bill defines "medication therapy management" and provides that 4 a contract, policy, or plan providing for third-party payment 5 or prepayment which includes coverage for health or medical 6 expenses that includes pharmaceutical benefits shall provide 7 coverage for medication therapy management in accordance 8 with rules adopted by the commissioner of insurance. 9 bill specifies the classes of third-party payment provider 10 contracts, policies, or plans delivered, issued for delivery, 11 continued, or renewed in this state on or after July 1, 2010, 12 that must include or that are exempt from providing coverage 13 for medication therapy management. The bill directs the 14 commissioner of insurance to adopt rules pursuant to Code 15 chapter 17A regarding coverage of benefits for medication 16 therapy management based on specific provisions. 17 The bill also directs the board of pharmacy to adopt rules 18 for the regulation of medication therapy management, based on 19 recommendations of an advisory group comprised of an equal 20 number of physicians and pharmacists who practice medication 21 therapy management; as recommended by interested organizations 22 specified in the bill.