## **HOUSE BILL No. 4733**

June 9, 2011, Introduced by Rep. Agema and referred to the Committee on Appropriations.

A bill to amend 1939 PA 280, entitled "The social welfare act,"

by amending section 109h (MCL 400.109h), as added by 2004 PA 248.

## THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

1	Sec. 109h. <del>(1) If the department of community health develops</del>
2	a prior authorization process for prescription drugs as part of th
3	pharmaceutical services offered under the medical assistance
4	program administered under this act, it shall not require prior
5	authorization for the following single source brand name, generic
6	equivalent of a multiple source brand name, or other prescription
7	<del>drugs:</del>
8	——— (a) A central nervous system prescription drug that is
9	classified as an anticonvulsant, antidepressant, antipsychotic, or
0	a noncontrolled substance antianxiety drug in a generally accepted
1	standard medical reference.

02259'11 LTB

1	(b) A prescription drug that is cross-indicated for a central
2	nervous system drug exempted under subdivision (a) as documented in
3	a generally accepted standard medical reference.
4	(c) Unless the prescription drug is a controlled substance or
5	the prescription drug is being prescribed to treat a condition that
6	is excluded from coverage under this act, a prescription drug that
7	is recognized in a generally accepted standard medical reference as
8	effective in the treatment of conditions specified in the most
9	recent diagnostic and statistical manual of mental disorders
10	published by the American psychiatric association. The department
11	or the department's agent shall not deny a request for prior
12	authorization of a controlled substance under this subdivision
13	unless the department or the department's agent determines that the
14	controlled substance or the dosage of the controlled substance
15	being prescribed is not consistent with its licensed indications or
16	with generally accepted medical practice as documented in a
17	standard medical reference.
18	(d) A prescription drug that is recognized in a generally
19	accepted standard medical reference for the treatment of and is
20	being prescribed to a patient for the treatment of any of the
21	following:
22	(i) Human immunodeficiency virus infections or the
23	complications of the human immunodeficiency virus or acquired
24	immunodeficiency syndrome.
25	——————————————————————————————————————
26	(iii) Organ replacement therapy.
27	(iv) Epilepsy or seizure disorder.

02259'11 LTB

- 1 (1) IF THE DEPARTMENT DEVELOPS A PRIOR AUTHORIZATION PROCESS
- 2 FOR PRESCRIPTION DRUGS AS PART OF THE PHARMACEUTICAL SERVICES
- 3 OFFERED UNDER THE MEDICAL ASSISTANCE PROGRAM ADMINISTERED UNDER
- 4 THIS ACT, IT SHALL NOT REQUIRE PRIOR AUTHORIZATION FOR A SINGLE
- 5 SOURCE BRAND NAME, GENERIC EQUIVALENT OF A MULTIPLE SOURCE BRAND
- 6 NAME, OR OTHER PRESCRIPTION DRUG THAT IS RECOGNIZED IN A GENERALLY
- 7 ACCEPTED STANDARD MEDICAL REFERENCE FOR THE TREATMENT OF AND IS
- 8 BEING PRESCRIBED TO A PATIENT FOR THE TREATMENT OF ANY OF THE
- 9 FOLLOWING:
- 10 (A) HUMAN IMMUNODEFICIENCY VIRUS INFECTIONS OR THE
- 11 COMPLICATIONS OF THE HUMAN IMMUNODEFICIENCY VIRUS OR ACQUIRED
- 12 IMMUNODEFICIENCY SYNDROME.
- 13 (B) CANCER.
- 14 (C) ORGAN REPLACEMENT THERAPY.
- 15 (2) This section does not apply to drugs being provided under
- 16 a contract between the department and a health maintenance
- 17 organization.
- 18 (3) As used in this section:
- 19 (a) "Controlled substance" means that term as defined in
- 20 section 7104 of the public health code, 1978 PA 368, MCL 333.7104.
- 21 (b) "Cross-indicated" means a drug which is used for a purpose
- 22 generally held to be reasonable, appropriate, and within community
- 23 standards of practice even though the use is not included in the
- 24 federal food and drug administration's approved labeled indications
- 25 for that drug.
- 26 (A) (c) "Department" means the department of community health.
- 27 (B) (d)—"Prescriber" means that term as defined in section

02259'11 LTB

- 1 17708 of the public health code, 1978 PA 368, MCL 333.17708.
- 2 (C) (e)—"Prescription" or "prescription drug" means that term
- 3 as defined in section 17708 of the public health code, 1978 PA 368,
- 4 MCL 333.17708.
- 5 (D) (f) "Prior authorization" means a process implemented by
- 6 the department of community health that conditions, delays, or
- 7 denies the delivery of particular pharmaceutical services to
- 8 medicaid beneficiaries upon application of predetermined criteria
- 9 by the department or the department's agent for those
- 10 pharmaceutical services covered by the department on a fee-for-
- 11 service basis or pursuant to a contract for those services. The THE
- 12 process THAT may require a prescriber to verify with the department
- 13 or the department's agent that the proposed medical use of a
- 14 prescription drug being prescribed for a patient meets the
- 15 predetermined criteria for a prescription drug that is otherwise
- 16 covered under this act or require a prescriber to obtain
- 17 authorization from the department or the department's agent before
- 18 prescribing or dispensing a prescription drug that is not included
- 19 on a preferred drug list or that is subject to special access or
- 20 reimbursement restrictions.