## HOUSE BILL 625

#### C3

EMERGENCY BILL

4lr1608 CF SB 641

By: Delegates Nathan-Pulliam, Costa, Cullison, Hubbard, Kach, A. Kelly, Morhaim, Murphy, Pena-Melnyk, Reznik, and V. Turner, <u>V. Turner</u>, <u>Bromwell, Donoghue, Elliott, Hammen, Kipke, Krebs, McDonough,</u> Oaks, Pendergrass, Ready, and Tarrant

Introduced and read first time: January 30, 2014 Assigned to: Health and Government Operations

Committee Report: Favorable with amendments House action: Adopted Read second time: March 11, 2014

CHAPTER \_\_\_\_\_

1 AN ACT concerning

### 2 Kathleen A. Mathias Oral Chemotherapy Improvement Act of 2014

FOR the purpose of altering the scope of certain provisions of law relating to coverage
 of cancer chemotherapy to include certain policies or contracts issued or
 delivered by certain entities that provide essential health benefits required
 under certain provisions of federal law; providing for the application of this Act;
 providing for the construction of this Act making this Act an emergency
 measure; and generally relating to health insurance coverage for cancer
 chemotherapy.

- 10 BY repealing and reenacting, with amendments,
- 11 Article Insurance
- 12 Section 15–846
- 13 Annotated Code of Maryland
- 14 (2011 Replacement Volume and 2013 Supplement)

### 15 SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF 16 MARYLAND, That the Laws of Maryland read as follows:

17

#### Article – Insurance

18 15-846.

EXPLANATION: CAPITALS INDICATE MATTER ADDED TO EXISTING LAW.

[Brackets] indicate matter deleted from existing law.

Underlining indicates amendments to bill.

Strike out indicates matter stricken from the bill by amendment or deleted from the law by amendment.



HOUSE BILL 625

1 (a) In this section, "cancer chemotherapy" means medication that is 2 prescribed by a licensed physician to kill or slow the growth of cancer cells.

3 (b) This section applies to:

4 (1) insurers and nonprofit health service plans that provide coverage 5 for both orally administered cancer chemotherapy and cancer chemotherapy that is 6 administered intravenously or by injection under health insurance policies or 7 contracts that are issued or delivered in the State; and

8 (2) health maintenance organizations that provide coverage for both 9 orally administered cancer chemotherapy and cancer chemotherapy that is 10 administered intravenously or by injection under contracts that are issued or delivered 11 in the State.

12 [(c) This section does not apply to a policy or contract issued or delivered by 13 an entity subject to this section that provides the essential health benefits required 14 under § 1302(a) of the Affordable Care Act.]

15 [(d)] (C) An entity subject to this section may not impose dollar limits, 16 copayments, deductibles, or coinsurance requirements on coverage for orally 17 administered cancer chemotherapy that are less favorable to an insured or enrollee 18 than the dollar limits, copayments, deductibles, or coinsurance requirements that 19 apply to coverage for cancer chemotherapy that is administered intravenously or by 20 injection.

[(e)] (D) An entity subject to this section may not reclassify cancer chemotherapy or increase a copayment, deductible, coinsurance requirement, or other out-of-pocket expense imposed on cancer chemotherapy to achieve compliance with this section.

# 25 (E) THIS SECTION MAY NOT BE CONSTRUED TO PROHIBIT AN ENTITY 26 SUBJECT TO THIS SECTION FROM IMPOSING APPROPRIATE UTILIZATION 27 CONTROLS IN APPROVING COVERAGE FOR CHEMOTHERAPY OR FROM USING 28 THERED FORMULARY DESIGNS.

- SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall apply to all
  policies, contracts, and health benefit plans that are issued, delivered, or renewed in
  the State on or after January 1, 2015.
- SECTION 3. AND BE IT FURTHER ENACTED, That this Act shall take effect
  October 1, 2014 is an emergency measure, is necessary for the immediate preservation
  of the public health or safety, has been passed by a yea and nay vote supported by
  three-fifths of all the members elected to each of the two Houses of the General
  Assembly, and shall take effect from the date it is enacted.

 $\mathbf{2}$