SENATE BILL 641

 $ext{C3} ext{4lr2158} ext{CF HB 625}$

By: Senators Mathias, Pugh, and Raskin Raskin, Astle, Brinkley, Feldman, Glassman, Kelley, Kittleman, Klausmeier, Middleton, and Ramirez

Introduced and read first time: January 30, 2014

Assigned to: Finance

Committee Report: Favorable with amendments

Senate action: Adopted

Read second time: March 3, 2014

CHAPTER	

1 AN ACT concerning

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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; and generally relating to health insurance coverage for cancer chemotherapy.
- 9 BY repealing and reenacting, with amendments,
- 10 Article Insurance
- 11 Section 15–846
- 12 Annotated Code of Maryland
- 13 (2011 Replacement Volume and 2013 Supplement)
- 14 SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF
- 15 MARYLAND, That the Laws of Maryland read as follows:
- 16 Article Insurance
- 17 15–846.
- 18 (a) In this section, "cancer chemotherapy" means medication that is 19 prescribed by a licensed physician to kill or slow the growth of cancer cells.

EXPLANATION: CAPITALS INDICATE MATTER ADDED TO EXISTING LAW.

[Brackets] indicate matter deleted from existing law.

<u>Underlining</u> indicates amendments to bill.

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



(b) This section applies to:

- (1) insurers and nonprofit health service plans that provide coverage for both orally administered cancer chemotherapy and cancer chemotherapy that is administered intravenously or by injection under health insurance policies or contracts that are issued or delivered in the State; and
- (2) health maintenance organizations that provide coverage for both orally administered cancer chemotherapy and cancer chemotherapy that is administered intravenously or by injection under contracts that are issued or delivered in the State.
- **[**(c) This section does not apply to a policy or contract issued or delivered by an entity subject to this section that provides the essential health benefits required under § 1302(a) of the Affordable Care Act.]
 - [(d)](C) An entity subject to this section may not impose dollar limits, copayments, deductibles, or coinsurance requirements on coverage for orally administered cancer chemotherapy that are less favorable to an insured or enrollee than the dollar limits, copayments, deductibles, or coinsurance requirements that apply to coverage for cancer chemotherapy that is administered intravenously or by 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.
 - (E) THIS SECTION MAY NOT BE CONSTRUED TO PROHIBIT AN ENTITY SUBJECT TO THIS SECTION FROM IMPOSING APPROPRIATE UTILIZATION CONTROLS IN APPROVING COVERAGE FOR CHEMOTHERAPY OR FROM USING 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 2016.
- 30 SECTION 3. AND BE IT FURTHER ENACTED, That this Act shall take effect 31 October 1, 2014.