J1 5lr3118 CF 5lr3125

By: Delegates Adams, Anderton, Fisher, Hornberger, Jacobs, Mautz, and Otto Otto, Hammen, Angel, Barron, Bromwell, Cullison, Hayes, Hill, Kelly, Kipke, Krebs, McDonough, McMillan, Miele, Morgan, Morhaim, Oaks, Pena-Melnyk, Pendergrass, Reznik, Rose, Saab, Sample-Hughes, West, and K. Young K. Young, Branch, Folden, and C. Wilson

Rules suspended

Introduced and read first time: March 23, 2015 Assigned to: Rules and Executive Nominations

Re-referred to: Health and Government Operations, March 26, 2015

Committee Report: Favorable with amendments House action: Adopted with floor amendments

Read second time: April 3, 2015

CHAPTER	
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1 AN ACT concerning

2 <u>Medicaid</u> Managed Care Organizations – Enrollees Access to Pharmacy Services 3 <u>Requirements Pharmacy Networks</u>

- FOR the purpose of requiring a managed care organization to develop and maintain a 4 5 provider network that ensures that enrollees have access to sites where they receive pharmacy services within a certain geographical area of each enrollee's residence: 6 authorizing the Department of Health and Mental Hygiene to approve a provider 7 8 network that does not meet a certain geographic access requirement for pharmacy 9 services under certain circumstances; and generally relating to geographic access to 10 pharmacy services of enrollees of managed care organizations authorizing certain pharmacies to participate in the pharmacy network of a Medicaid managed care 11 organization, under certain circumstances; and generally relating to pharmacy 12 networks of Medicaid managed care organizations. 13
- 14 BY repealing and reenacting, without amendments,
- 15 Article Health General
- 16 Section 15–103(a)(1) and (b)(1)
- 17 Annotated Code of Maryland
- 18 (2009 Replacement Volume and 2014 Supplement)

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.



1 2 3 4 5	BY adding to Article – Health – General Section 15–103(b)(31) Annotated Code of Maryland (2009 Replacement Volume and 2014 Supplement)
6 7	SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF MARYLAND, That the Laws of Maryland read as follows:
8	Article – Health – General
0	15 109
9	15–103.
10 11	(a) (1) The Secretary shall administer the Maryland Medical Assistance Program.
12 13 14	(b) (1) As permitted by federal law or waiver, the Secretary may establish a program under which Program recipients are required to enroll in managed care organizations.
15 16 17 18	(31) (I) EXCEPT AS PROVIDED IN SUBPARAGRAPH (II) OF THIS PARAGRAPH, EACH MANAGED CARE ORGANIZATION SHALL DEVELOP AND MAINTAIN A PROVIDER NETWORK THAT ENSURES THAT ENROLLEES HAVE ACCESS TO THE SITES WHERE THEY RECEIVE PHARMACY SERVICES AS FOLLOWS:
19 20	1. In urban areas, within 5 miles of each enrollee's residence;
21	2 IN RUBAL AREAS, WITHIN 15 MILES OF EACH
22	ENROLLEE'S RESIDENCE; AND
23 24	3. In suburban areas, within 10 miles of each enrollee's residence.
25	(H) FOR A MANAGED CARE ORGANIZATION THAT IS UNABLE TO
26	MEET THE REQUIREMENTS OF SUBPARAGRAPH (I) OF THIS PARAGRAPH, IF THE
27	MANAGED CARE ORGANIZATION IS ABLE TO DEMONSTRATE TO THE DEPARTMENT'S
28	SATISFACTION THE ADEQUACY OF ITS PROVIDER NETWORK TO PROVIDE
29	ENROLLEES ACCESS TO THE SITES WHERE THEY RECEIVE PHARMACY SERVICES,
30	THE DEPARTMENT MAY APPROVE THE NETWORK IF:
31	1. Special circumstances exist that
32	DEMONSTRATE THE STRENGTH OF THE MANAGED CARE ORGANIZATION'S PROVIDER
33	NETWORK; AND

1	2. APPROVAL OF THE NETWORK BY THE DEPARTMENT
2	WILL ENHANCE THE OVERALL ACCESS OF ENROLLEES TO QUALITY PHARMACY
3	SERVICES IN THE AREA TO BE SERVED.
4	(31) ANY PHARMACY IN THE STATE MAY PARTICIPATE IN THE
5	PHARMACY NETWORK OF A MANAGED CARE ORGANIZATION IF THE PHARMACY:
6 7	(I) HOLDS A PERMIT UNDER TITLE 12 OF THE HEALTH OCCUPATIONS ARTICLE; AND
8 9	(II) AGREES TO ACCEPT THE TERMS AND REIMBURSEMENT ESTABLISHED BY THE MANAGED CARE ORGANIZATION.
10 11	SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect June 1, 2015.
	Approved:
	Governor.
	Speaker of the House of Delegates.
	President of the Senate.