

Department of Legislative Services
Maryland General Assembly
2004 Session

FISCAL AND POLICY NOTE

House Bill 512 (Delegates Morhaim and Elliott)
Health and Government Operations

Health Insurance - Pharmacies - Electronic Reimbursement

This bill requires a health insurer, nonprofit health service plan, or HMO (carrier) that provides prescription drug coverage and requires a pharmacy to submit a request for payment electronically to reimburse that pharmacy electronically at the pharmacy's request.

Fiscal Summary

State Effect: None. The bill pertains exclusively to private sector activities.

Local Effect: None.

Small Business Effect: Potential minimal. Electronic reimbursement could reduce small business pharmacy administrative costs.

Analysis

Current Law: Beginning October 1, 2004, the Medicaid program is required to reimburse a pharmacy electronically, upon request, if Medicaid requires the pharmacy to submit its request for reimbursement electronically (Chapter 242 of 2003).

Additional Information

Prior Introductions: None.

Cross File: SB 461 (Senator Klausmeier) – Finance.

Information Source(s): Department of Health and Mental Hygiene, Maryland Insurance Administration, Department of Budget and Management (Employee Benefits Division), Department of Legislative Services

Fiscal Note History: First Reader - February 11, 2004
ncs/jr

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