By: Johnson of Dallas, Lalani, Harless, Jones of Dallas, et al.

H.B. No. 755

## A BILL TO BE ENTITLED

1	AN ACT
2	relating to prior authorization for prescription drug benefits
3	related to the treatment of autoimmune diseases and certain blood
4	disorders.
5	BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:
6	SECTION 1. Chapter 1369, Insurance Code, is amended by
7	adding Subchapter N to read as follows:
8	SUBCHAPTER N. COVERAGE OF PRESCRIPTION DRUGS FOR AUTOIMMUNE
9	DISEASES AND CERTAIN BLOOD DISORDERS
10	Sec. 1369.651. DEFINITION. In this subchapter,
11	"prescription drug" has the meaning assigned by Section 551.003,
12	Occupations Code.
13	Sec. 1369.652. APPLICABILITY OF SUBCHAPTER. (a) This
14	subchapter applies only to a health benefit plan that provides
15	benefits for medical, surgical, or prescription drug expenses
16	incurred as a result of a health condition, accident, or sickness,
17	including an individual, group, blanket, or franchise insurance
18	policy or insurance agreement, a group hospital service contract,
19	or an individual or group evidence of coverage or similar coverage
20	document that is issued by:
21	(1) an insurance company;
22	(2) a group hospital service corporation operating
23	under Chapter 842;
24	(3) a health maintenance organization operating under

```
1
   Chapter 843;
2
               (4) an approved nonprofit health corporation that
 3
   holds a certificate of authority under Chapter 844;
4
               (5) a multiple employer welfare arrangement that holds
5
   a certificate of authority under Chapter 846;
6
               (6) a stipulated premium company operating under
7
   Chapter 884;
8
               (7) a fraternal benefit society operating under
   Chapter 885;
9
10
               (8) a Lloyd's plan operating under Chapter 941; or
               (9) an exchange operating under Chapter 942.
11
              Notwithstanding any other law, this subchapter applies
12
13
   to:
14
               (1) a small employer health benefit plan subject to
15
   Chapter 1501, including coverage provided through a health group
   cooperative under Subchapter B of that chapter;
16
17
               (2) a standard health benefit plan issued under
   Chapter 1507;
18
19
               (3) a basic coverage plan under Chapter 1551;
               (4) a basic plan under Chapter 1575;
20
21
               (5) a primary care coverage plan under Chapter 1579;
               (6) a plan providing basic coverage under Chapter
22
23
   1601;
24
               (7) group health coverage made available by a school
   district in accordance with Section 22.004, Education Code; and
25
26
               (8) a self-funded health benefit plan sponsored by a
   professional employer organization under Chapter 91, Labor Code.
27
```

- 1 (c) This subchapter applies to coverage under a group health 2 benefit plan provided to a resident of this state regardless of whether the group policy, agreement, or contract is delivered, 3 issued for delivery, or renewed in this state. 4 5 Sec. 1369.653. EXCEPTIONS. (a) This subchapter does not apply to: 6 7 (1) a plan that provides coverage: 8 (A) for wages or payments in lieu of wages for a period during which an employee is absent from work because of 9 10 sickness or injury; or (B) only for hospital expenses; 11 12 (2) the state Medicaid program, including the Medicaid managed care program operated under Chapter 533, Government Code; 13 14 or 15 (3) the child health plan program under Chapter 62, 16 Health and Safety Code. 17 (b) This subchapter does not apply to an individual health benefit plan issued on or before March 23, 2010, that has not had 18 19 any significant changes since that date that reduce benefits or increase costs to the individual. 20 21 Sec. 1369.654. PROHIBITION ON MULTIPLE PRIOR AUTHORIZATIONS. (a) A health benefit plan issuer that provides 22 prescription drug benefits may not require an enrollee to receive 23
  - (b) This section does not apply to:

disease, hemophilia, or Von Willebrand disease.

24

25

26

27

more than one prior authorization annually of the prescription drug

benefit for a prescription drug prescribed to treat an autoimmune

H.B. No. 755

1	(1) opioids, benzodiazepines, barbiturates, or
2	carisoprodol;
3	(2) prescription drugs that have a typical treatment
4	period of less than 12 months;
5	(3) drugs that:
6	(A) have a boxed warning assigned by the United
7	States Food and Drug Administration for use; and
8	(B) must have specific provider assessment; or
9	(4) the use of a drug approved for use by the United
10	States Food and Drug Administration in a manner other than the
11	approved use.
12	SECTION 2. The change in law made by this Act applies only
13	to a health benefit plan that is delivered, issued for delivery, or
14	renewed on or after January 1, 2024.

SECTION 3. This Act takes effect September 1, 2023.

15