By: Nelson S.B. No. 888

A BILL TO BE ENTITLED

| 1 | AN ACT |
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| 2 | relating to establishing a pill splitting program to reduce health |
| 3 | plan costs for certain public employees. |
| 4 | BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS: |
| 5 | SECTION 1. Subchapter E, Chapter 1551, Insurance Code, is |
| 6 | amended by adding Section 1551.225 to read as follows: |
| 7 | Sec. 1551.225. ESTABLISHMENT OF PILL SPLITTING PROGRAM. |
| 8 | (a) In this section: |
| 9 | (1) "Eligible prescription pill" means a prescription |
| 10 | medication delivered in pill form that is appropriate for |
| 11 | splitting, as determined under Subsection (c), and is listed on the |
| 12 | applicable drug formulary, if any, described by Section 1551.218. |
| 13 | (2) "Pill splitting" means dividing an eligible |
| 14 | prescription pill to obtain a prescribed dose. |
| 15 | (b) The board of trustees by rule shall design and establish |
| 16 | a voluntary pill splitting program. The pill splitting program |
| 17 | must: |
| 18 | (1) include a copayment reduction incentive for |
| 19 | individuals covered by the group benefits program who participate |
| 20 | in the pill splitting program; and |
| 21 | (2) require an individual who participates in the pill |
| 22 | splitting program to: |
| | |

prescription pill authorizing pill splitting from the prescribing

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(A) obtain a prescription for an eligible

- 1 physician before participating; and
- 2 (B) personally split the eligible prescription
- 3 pill.
- 4 (c) With the assistance of the advisory committee
- 5 established under Section 554.0055, Occupations Code, the board of
- 6 trustees shall:
- 7 (1) establish a list of eligible prescription pills;
- 8 (2) periodically update the list of eligible
- 9 prescription pills; and
- 10 (3) make the list of eligible prescription pills
- 11 available to all persons covered by a health benefit plan under the
- 12 group benefits program.
- 13 (d) The board of trustees shall report at least annually to
- 14 the Legislative Budget Board and the governor on the design of the
- 15 pill splitting program, the medications included on the list of
- 16 eligible prescription pills, participation in the program, and cost
- 17 savings resulting from the program.
- 18 SECTION 2. Subchapter D, Chapter 1575, Insurance Code, is
- 19 amended by adding Section 1575.171 to read as follows:
- Sec. 1575.171. ESTABLISHMENT OF PILL SPLITTING PROGRAM.
- 21 (a) In this section:
- 22 (1) "Eligible prescription pill" means a prescription
- 23 medication delivered in pill form that is appropriate for
- 24 splitting, as determined under Subsection (c), and is listed on the
- 25 applicable drug formulary, if any, described by Section 1575.170.
- 26 (2) "Pill splitting" means dividing an eligible
- 27 prescription pill to obtain a prescribed dose.

- 1 (b) The trustee by rule shall design and establish a
- 2 voluntary pill splitting program. The pill splitting program must:
- 3 (1) include a copayment reduction incentive for
- 4 individuals covered by the group program who participate in the
- 5 pill splitting program; and
- 6 (2) require an individual who participates in the pill
- 7 splitting program to:
- 8 (A) obtain a prescription for an eligible
- 9 prescription pill authorizing pill splitting from the prescribing
- 10 physician before participating; and
- 11 (B) personally split the eligible prescription
- 12 pill.
- 13 (c) With the assistance of the advisory committee
- 14 established under Section 554.0055, Occupations Code, the trustee
- 15 shall:
- 16 (1) establish a list of eligible prescription pills;
- 17 (2) periodically update the list of eligible
- 18 prescription pills; and
- 19 (3) make the list of eligible prescription pills
- 20 available to all persons covered by a health benefit plan under the
- 21 group program.
- 22 <u>(d) The trustee shall report at least annually to the</u>
- 23 Legislative Budget Board and the governor on the design of the pill
- 24 splitting program, medications included on the list of eligible
- 25 prescription pills, participation in the program, and cost savings
- 26 resulting from the program.
- 27 SECTION 3. Subchapter C, Chapter 1579, Insurance Code, is

- 1 amended by adding Section 1579.109 to read as follows:
- 2 Sec. 1579.109. ESTABLISHMENT OF PILL SPLITTING PROGRAM.
- 3 (a) In this section:
- 4 (1) "Eligible prescription pill" means a prescription
- 5 medication delivered in pill form that is appropriate for
- 6 splitting, as determined under Subsection (c), and is listed on the
- 7 applicable drug formulary, if any, described by Section 1579.106.
- 8 <u>(2) "Pill splitting" means dividing an eligible</u>
- 9 prescription pill to obtain a prescribed dose.
- 10 (b) The trustee by rule shall design and establish a
- 11 voluntary pill splitting program. The pill splitting program must:
- 12 (1) include a copayment reduction incentive for
- 13 individuals covered by a health coverage plan under this subchapter
- 14 who participate in the pill splitting program; and
- 15 (2) require an individual who participates in the pill
- 16 splitting program to:
- 17 <u>(A) obtain a prescription for an eligible</u>
- 18 prescription pill authorizing pill splitting from the prescribing
- 19 physician before participating; and
- 20 (B) personally split the eligible prescription
- 21 pill.
- 22 <u>(c) With the assistance of the advisory committee</u>
- 23 established under Section 554.0055, Occupations Code, the trustee
- 24 shall:
- 25 (1) establish a list of eligible prescription pills;
- 26 (2) periodically update the list of eligible
- 27 prescription pills; and

- 1 (3) make the list of eligible prescription pills
- 2 available to all persons covered by a health coverage plan under the
- 3 uniform group coverage program.
- 4 (d) The trustee shall report at least annually to the
- 5 Legislative Budget Board and the governor on the design of the pill
- 6 splitting program, medications included in the list of eligible
- 7 prescription pills, participation in the program, and cost savings
- 8 resulting from the program.
- 9 SECTION 4. Subchapter C, Chapter 1601, Insurance Code, is
- 10 amended by adding Section 1601.111 to read as follows:
- 11 Sec. 1601.111. ESTABLISHMENT OF PILL SPLITTING PROGRAM.
- 12 (a) In this section:
- 13 (1) "Eligible prescription pill" means a prescription
- 14 medication delivered in pill form that is appropriate for
- 15 splitting, as determined under Subsection (c), and is listed on the
- 16 applicable drug formulary, if any, established for group health
- 17 benefit coverage under a uniform program.
- 18 (2) "Pill splitting" means dividing an eligible
- 19 prescription pill to obtain a prescribed dose.
- 20 (b) Each system by rule shall design and establish a
- 21 voluntary pill splitting program. The pill splitting program must:
- 22 <u>(1) include a copayment reduction incentive for</u>
- 23 individuals covered by a health benefit plan provided under this
- 24 chapter who participate in the program; and
- 25 (2) require an individual who participates in the
- 26 program to:
- 27 (A) obtain a prescription for an eligible

- 1 prescription pill authorizing pill splitting from the prescribing
- 2 physician before participating; and
- 3 (B) personally split the eligible prescription
- 4 pill.
- 5 (c) With the assistance of the advisory committee
- 6 <u>established under Section 554.0055, Occupations Code, a system</u>
- 7 shall:
- 8 (1) establish a list of eligible prescription pills;
- 9 (2) periodically update the list of eligible
- 10 prescription pills; and
- 11 (3) make the list of eligible prescription pills
- 12 available to all persons covered by a health benefit plan under a
- 13 uniform program.
- 14 <u>(d) Each system shall report at least annually to the</u>
- 15 Legislative Budget Board and the governor on the design of the pill
- 16 splitting program, medications included in the list of eligible
- 17 prescription pills, participation in the program, and cost savings
- 18 resulting from the program.
- 19 SECTION 5. The initial reports required by Sections
- 20 1551.225(d), 1575.171(d), 1579.109(d), and 1601.111(d), Insurance
- 21 Code, as added by this Act, are due not later than September 1,
- 22 2011.
- SECTION 6. Subchapter A, Chapter 554, Occupations Code, is
- 24 amended by adding Section 554.0055 to read as follows:
- Sec. 554.0055. PILL SPLITTING ADVISORY COMMITTEE. (a) The
- 26 board shall establish an advisory committee to recommend to a
- 27 governing body under Chapter 1551, 1575, 1579, or 1601, Insurance

- 1 Code, prescription pills that are appropriate for splitting and
- 2 would not be chemically destabilized or rendered therapeutically
- 3 ineffective if split.
- 4 (b) The advisory committee shall consist of:
- 5 (1) a pharmacist member of the board who serves as
- 6 presiding officer of the advisory committee;
- 7 (2) two community pharmacists;
- 8 <u>(3) two health system pharmacists; and</u>
- 9 <u>(4) two physicians.</u>
- 10 (c) The advisory committee shall develop and make available
- 11 for distribution to program participants under Chapter 1551, 1575,
- 12 1579, or 1601, Insurance Code, educational materials that must
- 13 include:
- 14 (1) plain-language instruction about safely and
- 15 effectively splitting an eligible prescription pill; and
- 16 <u>(2)</u> information about:
- 17 (A) pills that are eligible for splitting;
- 18 (B) characteristics of an individual suited to
- 19 participate in a pill splitting program; and
- (C) ways to enroll and participate in a pill
- 21 splitting program.
- 22 (d) Section 2110.008, Government Code, does not apply to the
- 23 <u>advisory committee.</u>
- SECTION 7. The changes in law made by this Act apply only to
- 25 health benefit plans provided under Chapters 1551, 1575, 1579, and
- 26 1601, Insurance Code, beginning with the 2009-2010 plan year. A
- 27 plan year before 2009-2010 is governed by the law as it existed

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- 1 immediately before September 1, 2009, and that law is continued in
- 2 effect for that purpose.
- 3 SECTION 8. This Act takes effect immediately if it receives
- 4 a vote of two-thirds of all members elected to each house, as
- 5 provided by Section 39, Article III, Texas Constitution. If this
- 6 Act does not receive the vote necessary for immediate effect, this
- 7 Act takes effect September 1, 2009.