By:Price, et al.H.B. No. 2668Substitute the following for H.B. No. 2668:C.S.H.B. No. 2668By:OliversonC.S.H.B. No. 2668

A BILL TO BE ENTITLED

1 AN ACT 2 relating to the effect of certain reductions in a health benefit plan enrollee's out-of-pocket expenses for certain prescription 3 drugs on enrollee cost-sharing requirements. 4 5 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS: 6 SECTION 1. The heading to Subchapter B, Chapter 1369, Insurance Code, is amended to read as follows: 7 SUBCHAPTER B. <u>REQUIREMENTS AFFECTING</u> COVERAGE OF <u>SPECIFIC</u> 8 PRESCRIPTION DRUGS OR COST SHARING [SPECIFIED BY DRUG FORMULARY] 9 SECTION 2. Subchapter B, Chapter 1369, Insurance Code, is 10 11 amended by adding Section 1369.0542 to read as follows: 12 Sec. 1369.0542. EFFECT OF REDUCTIONS IN OUT-OF-POCKET EXPENSES ON COST SHARING. (a) This section applies only to a 13 14 reduction in out-of-pocket expenses made by or on behalf of an enrollee for a prescription drug for which: 15 16 (1) a generic equivalent does not exist; (2) a generic equivalent does exist but the enrollee 17 has obtained access to the prescription drug under the enrollee's 18 health benefit plan using: 19 20 (A) a prior authorization process; 21 (B) a step therapy protocol; or 22 (C) the health benefit plan issuer's exceptions 23 and appeals process; 24 (3) an interchangeable biological product does not

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1 exist; or 2 (4) an interchangeable biological product does exist 3 but the enrollee has obtained access to the prescription drug under the enrollee's health benefit plan using: 4 5 (A) a prior authorization process; 6 (B) a step therapy protocol; or 7 (C) the health benefit plan issuer's exceptions 8 and appeals process. 9 (b) An issuer of a health benefit plan that covers 10 prescription drugs or a pharmacy benefit manager shall apply any third-party payment, financial assistance, discount, product 11 12 voucher, or other reduction in out-of-pocket expenses made by or on behalf of an enrollee for a prescription drug to the enrollee's 13 deductible, copayment, cost-sharing responsibility, or 14 15 out-of-pocket maximum applicable to health benefits under the enrollee's plan. 16 17 SECTION 3. Section 1369.0542, Insurance Code, as added by this Act, applies only to a health benefit plan that is delivered, 18 19 issued for delivery, or renewed on or after January 1, 2022. A health benefit plan delivered, issued for delivery, or renewed 20 before January 1, 2022, is governed by the law as it existed 21

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SECTION 4. This Act takes effect September 1, 2021.

continued in effect for that purpose.

immediately before the effective date of this Act, and that law is

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