Stricken language would be deleted from and underlined language would be added to the law as it existed prior to this session of the General Assembly.

| 1  | State of Arkansas          | As Engrossed: H3/23/01 H3/30/01          |                        |              |
|----|----------------------------|--|------------------------|--------------|
| 2  | 83rd General Assembly      | A Bill                                   |                        |              |
| 3  | Regular Session, 2001      |  | HOUSE BILL             | 2499         |
| 4  |                            |  |                        |              |
| 5  | By: Representative King    |  |                        |              |
| 6  |                            |  |                        |              |
| 7  |                            |  |                        |              |
| 8  |                            | For An Act To Be Entitled                |                        |              |
| 9  | AN AC                      | T TO ESTABLISH A PRESCRIPTION MEDICATION | NS                     |              |
| 10 | PURCH                      | ASING PROGRAM TO PROVIDE ACCESS TO       |                        |              |
| 11 | MEDIC                      | ATIONS AT THE LOWEST MARKET RATE TO      |                        |              |
| 12 | I NDI V                    | IDUALS AGED SIXTY-FIVE AND OLDER; AND FO | OR                     |              |
| 13 | OTHER                      | PURPOSES.                                |                        |              |
| 14 |                            |  |                        |              |
| 15 |                            | Subtitle                                 |                        |              |
| 16 | AN                         | ACT TO ESTABLISH A PRESCRIPTION          |                        |              |
| 17 | ME                         | DICATIONS PURCHASING PROGRAM TO          |                        |              |
| 18 | PR                         | OVIDE ACCESS TO MEDICATIONS AT THE       |                        |              |
| 19 | LC                         | WEST MARKET RATE TO INDIVIDUALS AGED     |                        |              |
| 20 | SI                         | <i>XTY-FIVE</i> AND OLDER.               |                        |              |
| 21 |                            |  |                        |              |
| 22 |                            |  |                        |              |
| 23 | BE IT ENACTED BY TH        | E GENERAL ASSEMBLY OF THE STATE OF ARKAN | ISAS:                  |              |
| 24 |                            |  |                        |              |
| 25 | SECTION 1. <u>D</u>        | efi ni ti ons                            |                        |              |
| 26 | For purposes               | of this act:                             |                        |              |
| 27 | <u>(1)(A) "Elig</u>        | ible person" means a person, sixty-five  | (65) years of          | age          |
| 28 | or older, with an a        | nnual net income of not more than one hu | undred percent         |              |
| 29 | (100%) of the feder        | al poverty level, as defined by the most | t recent povert        | Y            |
| 30 | <u>income guidelines p</u> | ublished by the United States Department | t of Heal th and       | !            |
| 31 | <u>Human Services; or</u>  | a person, sixty-five (65) years of age o | or older, who w        | <u>'i th</u> |
| 32 | the person's spouse        | has an annual net income of not more th  | <u>nan one hundred</u> | !            |
| 33 | percent (100%) of t        | he federal poverty level, as defined by  | the most recen         | <u>t</u>     |
| 34 | poverty income guid        | elines published by the United States De | partment of He         | al th        |
| 35 | <u>and Human Services.</u> |  |                        |              |
| 36 | <u>(</u>                   | B) "Eligible person" does not include a  | <u>a person who is</u> |              |



## As Engrossed: H3/23/01 H3/30/01

| 1  | eligible for financial assistance for the purchase of prescription drugs           |  |  |
|----|--|--|--|
| 2  | <u>under another local, state, or federal program to the extent that the other</u> |  |  |
| 3  | program provides financial assistance for the purchase of prescription drugs;      |  |  |
| 4  | <u>and</u>   |  |  |
| 5  | (2) "Program" means the senior pharmaceutical assistance program                   |  |  |
| 6  | <u>established in this act.</u>  |  |  |
| 7  |  |  |  |
| 8  | SECTION 2. <u>Senior pharmaceutical assistance program established.</u>            |  |  |
| 9  | <u>(a)(1) A senior pharmaceutical assistance program is established</u>            |  |  |
| 10 | <u>within the Department of Human Services to provide for subsidization of the</u> |  |  |
| 11 | prescription drug costs of eligible persons.                                       |  |  |
| 12 | (2) The department is authorized to accept and receive for the                     |  |  |
| 13 | senior pharmaceutical assistance program grants and donations,                     |  |  |
| 14 | appropriations, and other funds, including funds from the Tobacco Settlement       |  |  |
| 15 | Proceeds Act or any federal program and shall implement the program as funds       |  |  |
| 16 | become available from any source.  |  |  |
| 17 | (b) The department shall adopt regulations to implement this act,                  |  |  |
| 18 | i ncl udi ng:  |  |  |
| 19 | <u>(1)</u> A means to determine the eligibility of a person, including             |  |  |
| 20 | proof or the person's actual and anticipated annual net income, evidence of        |  |  |
| 21 | complete or partial payment for the costs of prescription drugs from a             |  |  |
| 22 | provider other than the program, and other provisions deemed relevant by the       |  |  |
| 23 | department;  |  |  |
| 24 | (2) The program application form, which shall be accompanied by                    |  |  |
| 25 | proof of the date of birth of the person;  |  |  |
| 26 | (3) Upon approval of an application, issuance by the department                    |  |  |
| 27 | of a participation card, which shall act as a form of identification for           |  |  |
| 28 | proving eligibility;   |  |  |
| 29 | (4) Prescription copayment and deductible amount;                                  |  |  |
| 30 | (5) Pharmacist case management;  |  |  |
| 31 | (6) Outreach efforts to build public awareness of the program                      |  |  |
| 32 | and maximize the enrollment of eligible residents; and                             |  |  |
| 33 | (7) Procedures for adjusting the requirements and terms of the                     |  |  |
| 34 | program to accommodate any new federally funded prescription drug programs.        |  |  |
| 35 | (c) In establishing copayment and deductible amounts, the goal of the              |  |  |
| 36 | department shall be to provide a benefit to the greatest number of eligible        |  |  |
| 50 | department shart be to provide a benefit to the greatest humber of erryrbre        |  |  |

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| 1        | persons.   |  |  |  |
|----------|--|--|--|--|
| 2        | (d) The department may negotiate group discounts or utilize other            |  |  |  |
| 3        | methods to reduce the cost of prescription drugs provided under the program. |  |  |  |
| 4        | (e) The department may establish a pharmaceutical assistance education       |  |  |  |
| 5        | program to provide information regarding options for pharmaceutical          |  |  |  |
| 6        | assi stance.   |  |  |  |
| 7        | (f) The department shall submit a report on its progress to the              |  |  |  |
| 8        | Legislative Council and the Governor by July 1, 2002.                        |  |  |  |
| 9        | /s/ King   |  |  |  |
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