

SENATE SUBSTITUTE FOR
HOUSE BILL NO. 4480

A bill to amend 1978 PA 368, entitled
"Public health code,"
(MCL 333.1101 to 333.25211) by adding section 21053f.

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

1 SEC. 21053F. A HEALTH MAINTENANCE ORGANIZATION THAT PRO-
2 VIDES COVERAGE FOR PRESCRIPTION DRUGS AND LIMITS THOSE BENEFITS
3 TO DRUGS INCLUDED IN A FORMULARY, SHALL DO ALL OF THE FOLLOWING:
4 (A) PROVIDE FOR PARTICIPATION OF AFFILIATED PHYSICIANS, DEN-
5 TISTS, AND PHARMACISTS IN THE DEVELOPMENT OF THE FORMULARY.
6 (B) DISCLOSE TO HEALTH PROFESSIONALS AND UPON REQUEST TO
7 ENROLLEES THE NATURE OF THE FORMULARY RESTRICTIONS.
8 (C) PROVIDE FOR EXCEPTIONS FROM THE FORMULARY LIMITATION
9 WHEN A NONFORMULARY ALTERNATIVE IS A MEDICALLY NECESSARY AND
10 APPROPRIATE ALTERNATIVE. THIS SUBDIVISION DOES NOT PREVENT A
11 HEALTH MAINTENANCE ORGANIZATION FROM ESTABLISHING PRIOR

HB 4480, As Passed Senate, October 21, 1999

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1 AUTHORIZATION REQUIREMENTS OR ANOTHER PROCESS FOR CONSIDERATION
2 OF COVERAGE OR HIGHER COST-SHARING FOR NONFORMULARY
3 ALTERNATIVES. NOTICE AS TO WHETHER OR NOT AN EXCEPTION UNDER
4 THIS SUBDIVISION HAS BEEN GRANTED SHALL BE GIVEN BY THE HEALTH
5 MAINTENANCE ORGANIZATION WITHIN 24 HOURS AFTER RECEIVING ALL
6 INFORMATION NECESSARY TO DETERMINE WHETHER THE EXCEPTION SHOULD
7 BE GRANTED.