

## GOV. MSG. NO. **850**

## **EXECUTIVE CHAMBERS**

HONOLULU

LINDA LINGLE

May 23, 2007

The Honorable Colleen Hanabusa, President and Members of the Senate Twenty-Fourth State Legislature State Capitol, Room 409 Honolulu, Hawaii 96813

Dear Madam President and Members of the Senate:

This is to inform you that on May 23, 2007, the following bill was signed into law:

HB1044 HD1 SD2

A BILL FOR AN ACT RELATING TO PRESCRIPTION DRUGS.
(ACT 092)

Sincerely,

LINDA LINGLE

on MAY 2 3 2007
HOUSE OF REPRESENTATIVES

TWENTY-FOURTH LEGISLATURE, 2007

STATE OF HAWAII

ACT 092 H.B. NO. H.D. 1

## A BILL FOR AN ACT

RELATING TO PRESCRIPTION DRUGS.

## BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF HAWAII:

- 1 SECTION 1. Act 241, Session Laws of Hawaii 2005, added a
- 2 new part to chapter 346, Hawaii Revised Statutes, entitled
- 3 "Medicaid Preauthorization Exemption", which consists of two
- 4 sections codified as sections 346-351 and 346-352, Hawaii
- 5 Revised Statutes, and which exempts physicians prescribing
- 6 immunosuppressant medication under medicaid from
- 7 preauthorization procedures. However, section 346-352, Hawaii
- 8 Revised Statutes, excludes QUEST medical plans from this
- 9 exemption and thereby restricts access of QUEST medicaid
- 10 recipients to immunosuppressant medication.
- 11 The purpose of this Act is to delete the QUEST medical
- 12 plans exclusion in section 346-352, Hawaii Revised Statutes.
- 13 Deletion of this exclusion will provide equal access to
- 14 medications for medicaid clients who suffer from human
- 15 immunodeficiency virus, acquired immune deficiency syndrome, or
- 16 hepatitis C, or who need immunosuppressives as a result of organ
- 17 transplants, regardless of whether they are in the medicaid fee-
- 18 for-service or the medicaid QUEST program.

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- 1 SECTION 2. Section 346-352, Hawaii Revised Statutes, is
- 2 amended to read as follows:
- 3 \*[+] \$346-352[+] Preauthorization exemption for certain
- 4 physicians. Any physician licensed in this State who treats a
- 5 medicaid recipient patient suffering from the human
- 6 immunodeficiency virus, acquired immune deficiency syndrome, or
- 7 hepatitis C, or who is a patient in need of transplant
- 8 immunosuppressives, may prescribe any medications approved by
- 9 the United States Food and Drug Administration and that are
- 10 eligible [for] pursuant to the Omnibus Budget Reconciliation
- 11 Rebates Act [(OBRA), that are] and necessary to treat the
- 12 condition, without having to comply with the requirements of any
- 13 preauthorization procedure established by any other provision of
- 14 this chapter. [This section shall not apply to QUEST medical
- 15 plans.]"
- 16 SECTION 3. The department of human services shall prepare
- 17 and submit an economic impact assessment report, including
- 18 findings, recommendations, and any proposed legislation, to the
- 19 legislature no later than twenty days prior to the convening of
- 20 the 2010, 2011, and 2012 regular sessions. The economic impact
- 21 assessment report shall include information obtained from
- 22 insurance providers who provide medicaid and QUEST coverage on

- 1 the additional costs incurred as a result of providing access to
- 2 immunosuppressant medication to QUEST patients suffering from
- 3 the conditions as described in section 346-352, Hawaii Revised
- 4 Statutes.
- 5 SECTION 4. Statutory material to be repealed is bracketed
- 6 and stricken. New statutory material is underscored.
- 7 SECTION 5. This Act shall take effect on January 1, 2008,
- 8 and shall be repealed on July 1, 2013; provided that section
- 9 346-352, Hawaii Revised Statutes, shall be reenacted in the form
- 10 in which it read on December 31, 2007.

APPROVED this 23 day of

MAY

, 2007

GOVERNOR OF THE STATE OF HAWAII