## HOUSE CONCURRENT RESOLUTION

REQUESTING THE GOVERNOR OF THE STATE OF HAWAII TO CONVENE A TASK FORCE TO REVIEW POLICIES AND PROCEDURES FOR STATE FUNDED DRUG COVERAGE PROGRAMS AND SERVICES.

1 WHEREAS, the purpose of the Hawaii Employer-Union Health 2 Benefits Trust Fund (EUTF) is to provide eligible state and 3 county employees, retirees, and their dependents with health and 4 other benefit plans at a cost affordable to both the public 5 employers and the public employees; and

7 WHEREAS, EUTF selected Pharmacy Benefit Manager (PBM)
8 through a competitive bid process to administer their
9 prescription drug benefit plan; and

WHEREAS, the contracted Pharmacy Benefit Manager is responsible for processing and paying prescription drug claims, developing and maintaining a drug formulary, contracting with pharmacies, negotiating discounts and rebates with drug manufacturers, and providing mandatory mail order service for EUTF members; and

18 WHEREAS, EUTF members have voiced great dissatisfaction 19 over their inability to select a pharmacy provider of their own 20 choice as a result of the EUTF policy of mandatory use of mail 21 order service for drugs; and

23 WHEREAS, numerous complaints have been made by EUTF members 24 regarding timeliness, accuracy and specialty-drug packaging and 25 delivery issues associated with the EUTF-contracted mail order 26 service provider; and

28 WHEREAS, the EUTF policy of mandatory use of mail order 29 service for drugs has had significant local economic impact, 30 particularly on Neighbor Island community pharmacies; and 31



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WHEREAS, a host of service problems has been experienced by 1 limited, non- and accented-English-speaking persons attempting 2 to communicate with personnel in the contracted PBM's call 3 center in Florida; now, therefore, 4 5 BE IT RESOLVED by the House of Representatives of the 6 Twenty-sixth Legislature of the State of Hawaii, Regular Session 7 of 2011, the Senate concurring, that the Governor is requested 8 to convene a task force whose purpose would be to review the 9 10 policies of the state-funded prescription drug coverage benefit plan and its services by examining the mandatory use of the mail 11 order service, lack of community pharmacy access, customer 12 service problems experienced by limited-, non- and accented-13 English speaking persons, and any other related issues, and make 14 15 recommendations regarding the provision of pharmacy services for EUTF members; and 16 17 18 BE IT FURTHER RESOLVED that the task force membership shall 19 include twelve members as follows: 20 A member of the House of Representatives appointed by 21 (1) the Speaker of the House of Representatives; 22 23 A member of the Senate appointed by the President of (2) 24 25 the Senate; 26 The Director of Health or the Director's designee; (3) 27 28 The Insurance Commissioner or the Insurance 29 (4)Commissioner's designee; 30 31 Two members selected by the Director of Health who are (5) 32 from different private service providers; 33 34 Two members selected by the Employee Union Trust Fund (6) 35 (EUTF) Board who are members of the EUTF; 36 37 (7) Four members appointed by the Governor from a list 38 submitted by the Speaker of the House of 39 Representatives and President of the Senate, with each 40 member representing a different organization that 41 42 represents pharmacists and their consumers from the counties of Kauai, Oahu, Maui and Hawaii Island; and 43 44



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BE IT FURTHER RESOLVED that the members of the task force 1 2 shall serve without compensation and shall receive no reimbursement for expenses; and 3 4 5 BE IT FURTHER RESOLVED that the task force is requested to submit to the Legislature an annual report no later than twenty 6 days prior to the start of the Regular Session of 2012, on its 7 findings and recommendations, including any legislation or 8 9 funding appropriation necessary to implement the recommended 10 policy; and 11 12 BE IT FURTHER RESOLVED that the task force shall cease to exist on May 1<sup>st</sup> 2012; and 13 14 15 BE IT FURTHER RESOLVED that certified copies of this 16 Resolution be transmitted to the Auditor and the Chair of the 17 EUTF Board. 18 19