

Honolulu, Hawaii MAR 0 4 2011

RE: S.B. No. 1453 S.D. 2

Honorable Shan S. Tsutsui President of the Senate Twenty-Sixth State Legislature Regular Session of 2011 State of Hawaii

Sir:

Your Committee on Ways and Means, to which was referred S.B. No. 1453, S.D. 1, entitled:

"A BILL FOR AN ACT RELATING TO PRESCRIPTION MEDICATIONS,"

begs leave to report as follows:

The purpose and intent of this measure is to establish the prescription medication prior authorization working group to consider the issues related to prior authorization requirements for prescription medications.

Your Committee received comments in support of this measure from Hawaii Medical Association; James D. Lee, Public Affairs Chair, Neuropathy Action Foundation; Michelle Vogel, Executive Director, The Alliance for Plasma Therapies; Barby Ingle, Executive Director, Power of Pain Foundation; and David Messer III, Hawaii Academy of Physicians Assistants. Your Committee received comments on this measure from Gordon Ito, State Insurance Commissioner, Department of Commerce and Consumer Affairs; Patricia McManaman, Interim Director, Department of Human Services; and Jennifer Diesman, Vice President, Government Relations, Hawaii Medical Services Association.

Your Committee finds that standardizing the prior authorization process may significantly reduce administrative burdens for physicians. At present, a major challenge in providing patients with timely and effective prescription drug treatment is the array of the formularies used by managed care



STAND. COM. REP. NO. Page 2

organizations. Reducing the number of prior authorizations is directly related to the improvement of patient care.

Your Committee has amended this measure by:

- (1)Changing the effective date to July 1, 2050, in order to facilitate further discussion on the matter; and
- (2)Making technical nonsubstantive amendments for the purposes of clarity and style.

As affirmed by the record of votes of the members of your Committee on Ways and Means that is attached to this report, your Committee is in accord with the intent and purpose of S.B. No. 1453, S.D. 1, as amended herein, and recommends that it pass Third Reading in the form attached hereto as S.B. No. 1453, S.D. 2.

> Respectfully submitted on behalf of the members of the Committee on Ways and Means,

Amil Y lyc DAVID Y IGE, Chair



The Senate Twenty-Sixth Legislature State of Hawai'i

Record of Votes Committee on Ways and Means WAM

Bill / Resolution No.:*	Committee Referral:		Date:	
SB1453 SD1	CPN/HTTH, WARM		2/24/11	
The committee is reconsidering its previous decision on this measure.				
If so, then the previous decision was to:				
The Recommendation is:				
Pass, unamended 🗹 Pass, with amendments 🗌 Hold 🔲 Recommit 2312 2311 2310 2313				
Members	Aye	Aye (W	R) Nay	Excused
IGE, David Y. (C)				
KIDANI, Michelle N. (VC)				
CHUN OAKLAND, Suzanne		· ·		
DELA CRUZ, Donovan M.				
ENGLISH, J. Kalani				
ESPERO, Will				
FUKUNAGA, Carol	\checkmark		·	
KIM, Donna Mercado				
KAHELE, Gilbert				
KOUCHI, Ronald D.				
RYAN, Pohai				
TOKUDA, JIII N.				
WAKAI, Glenn	V	· ·		
SLOM, Sam				
TOTAL	12	0	0	2
Recommendation:				
Chair's or Designee's Signature:				
France Chun Caleland				
Distribution: Original Yellow Pink Goldenrod File with Committee Report Clerk's Office Drafting Agency Committee File Copy				

*Only one measure per Record of Votes