WEST VIRGINIA LEGISLATURE

2019 NAR 27 P 3: 35

2019 REGULAR SESSION

OFFICE WEST VIRGINIA SECRETARY OF STATE

ENROLLED

Committee Substitute

for

House Bill 2770

BY DELEGATES ROHRBACH, ELLINGTON, BARRETT,

QUEEN, WAXMAN, BYRD, WESTFALL, NELSON AND

PORTERFIELD

[Passed March 9, 2019; in effect ninety days from

passage.]

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passage.]

1 AN ACT to amend the Code of West Virginia, 1931, as amended, by adding thereto a new section, 2 designated §33-15-4t; to amend said code by adding thereto a new section, designated 3 §33-16-3ee; to amend said code by adding thereto a new section, designated §33-24-7t; 4 to amend said code by adding thereto a new section, designated §33-25-8g; and to amend 5 said code by adding thereto a new section, designated §33-25A-8t, all relating to 6 establishing the Fairness in Cost-Sharing Calculation Act; providing for definitions; 7 establishing health plan cost sharing calculations; establishing pharmacy benefits cost 8 sharing calculations; providing for an effective date; and providing for rule-making 9 authority.

Be it enacted by the Legislature of West Virginia:

ARTICLE 15. ACCIDENT AND SICKNESS INSURANCE.

§33-15-4t. Fairness in Cost-Sharing Calculation.

1 (a) As used in this section:

2 "Cost sharing" means any copayment, coinsurance, or deductible required by or on behalf
3 of an insured in order to receive a specific health care item or service covered by a health plan.

4 "Drug" means the same as the term is defined in §30-5-4(19).

"Person" means a natural person, corporation, mutual company, unincorporated
association, partnership, joint venture, limited liability company, trust, estate, foundation, nonprofit
corporation, unincorporated organization, or government or governmental subdivision or agency.
"Pharmacy benefits manager" means the same as that term is defined in §33-51-3 of this
code.

(b) When calculating an insured's contribution to any applicable cost sharing requirement,
including, but not limited to, the annual limitation on cost sharing subject to 42 U.S.C. §18022(c)
and 42 U.S.C. § 300gg-6(b):

(1) An insurer shall include any cost sharing amounts paid by the insured or on behalf ofthe insured by another person; and

(2) A pharmacy benefits manger shall include any cost sharing amounts paid by theinsured or on behalf of the insured by another person.

(c) The commissioner is authorized to propose rules for legislative approval in accordance
with §29A-3-1 *et seq.* of this code, to implement the provisions of this section.

(d) This section is effective for policy, contract, plans, or agreements beginning on or after
 January 1, 2020. This section applies to all policies, contracts, plans, or agreements, subject to
 this article that are delivered, executed, issued, amended, adjusted, or renewed in this state on
 or after the effective date of this section.

ARTICLE 16. GROUP ACCIDENT AND SICKNESS INSURANCE.

§33-16-3ee. Fairness in Cost-Sharing Calculation.

1 (a) As used in this section:

2 "Cost sharing" means any copayment, coinsurance, or deductible required by or on behalf
3 of an insured in order to receive a specific health care item or service covered by a health plan.

4 "Drug" means the same as the term is defined in §30-5-4(19).

"Person" means a natural person, corporation, mutual company, unincorporated
association, partnership, joint venture, limited liability company, trust, estate, foundation, nonprofit
corporation, unincorporated organization, or government or governmental subdivision or agency.

8 "Pharmacy benefits manager" means the same as that term is defined in §33-51-3 of this9 code.

(b) When calculating an insured's contribution to any applicable cost sharing requirement,
including, but not limited to, the annual limitation on cost sharing subject to 42 U.S.C. §18022(c)
and 42 U.S.C. § 300gg-6(b):

(1) An insurer shall include any cost sharing amounts paid by the insured or on behalf ofthe insured by another person; and

(2) A pharmacy benefits manger shall include any cost sharing amounts paid by theinsured or on behalf of the insured by another person.

(c) The commissioner is authorized to propose rules for legislative approval in accordance
with §29A-3-1 *et seq.* of this code, to implement the provisions of this section.

(d) This section is effective for policy, contract, plans, or agreements beginning on or after
January 1, 2020. This section applies to all policies, contracts, plans, or agreements, subject to
this article that are delivered, executed, issued, amended, adjusted, or renewed in this state on
or after the effective date of this section.

ARTICLE 24. HOSPITAL SERVICE CORPORATIONS, MEDICAL SERVICE CORPORATIONS, DENTAL SERVICE CORPORATIONS, AND HEALTH SERVICE CORPORATIONS.

§33-24-7t. Fairness in Cost-Sharing Calculation.

1 (a) As used in this section:

2 "Cost sharing" means any copayment, coinsurance, or deductible required by or on behalf
3 of an insured in order to receive a specific health care item or service covered by a health plan.

4 "Drug" means the same as the term is defined in §30-5-4(19).

"Person" means a natural person, corporation, mutual company, unincorporated
association, partnership, joint venture, limited liability company, trust, estate, foundation, nonprofit
corporation, unincorporated organization, or government or governmental subdivision or agency.
"Pharmacy benefits manager" means the same as that term is defined in §33-51-3 of this
code.

(b) When calculating an insured's contribution to any applicable cost sharing requirement,
including, but not limited to, the annual limitation on cost sharing subject to 42 U.S.C. §18022(c)
and 42 U.S.C. § 300gg-6(b):

(1) An insurer shall include any cost sharing amounts paid by the insured or on behalf of
the insured by another person; and

(2) A pharmacy benefits manger shall include any cost sharing amounts paid by theinsured or on behalf of the insured by another person.

(c) The commissioner is authorized to propose rules for legislative approval in accordance
with §29A-3-1 *et seq.* of this code, to implement the provisions of this section.

(d) This section is effective for policy, contract, plans, or agreements beginning on or after
January 1, 2020. This section applies to all policies, contracts, plans, or agreements, subject to
this article that are delivered, executed, issued, amended, adjusted, or renewed in this state on
or after the effective date of this section.

ARTICLE 25. HEALTH CARE CORPORATIONS.

§33-25-8q. Fairness in Cost-Sharing Calculation.

1 (a) As used in this section:

2 "Cost sharing" means any copayment, coinsurance, or deductible required by or on behalf

3 of an insured in order to receive a specific health care item or service covered by a health plan.

4 "Drug" means the same as the term is defined in §30-5-4(19).

"Person" means a natural person, corporation, mutual company, unincorporated
association, partnership, joint venture, limited liability company, trust, estate, foundation, nonprofit
corporation, unincorporated organization, or government or governmental subdivision or agency.
"Pharmacy benefits manager" means the same as that term is defined in §33-51-3 of this

9 code.

(b) When calculating an insured's contribution to any applicable cost sharing requirement,
including, but not limited to, the annual limitation on cost sharing subject to 42 U.S.C. §18022(c)
and 42 U.S.C. § 300gg-6(b):

(1) An insurer shall include any cost sharing amounts paid by the insured or on behalf ofthe insured by another person; and

(2) A pharmacy benefits manger shall include any cost sharing amounts paid by theinsured or on behalf of the insured by another person.

(c) The commissioner is authorized to propose rules for legislative approval in accordance
with §29A-3-1 *et seq.* of this code, to implement the provisions of this section.

(d) This section is effective for policy, contract, plans, or agreements beginning on or after
January 1, 2020. This section applies to all policies, contracts, plans, or agreements, subject to
this article that are delivered, executed, issued, amended, adjusted, or renewed in this state on
or after the effective date of this section.

ARTICLE 25A. HEALTH MAINTENANCE ORGANIZATION ACT.

§33-25A-8t. Fairness in Cost-Sharing Calculation.

1 (a) As used in this section:

2 "Cost sharing" means any copayment, coinsurance, or deductible required by or on behalf

3 of an insured in order to receive a specific health care item or service covered by a health plan.

4 "Drug" means the same as the term is defined in §30-5-4(19).

"Person" means a natural person, corporation, mutual company, unincorporated
association, partnership, joint venture, limited liability company, trust, estate, foundation, nonprofit
corporation, unincorporated organization, or government or governmental subdivision or agency.

8 "Pharmacy benefits manager" means the same as that term is defined in §33-51-3 of this9 code.

(b) When calculating an insured's contribution to any applicable cost sharing requirement,
including, but not limited to, the annual limitation on cost sharing subject to 42 U.S.C. §18022(c)
and 42 U.S.C. § 300gg-6(b):

(1) An insurer shall include any cost sharing amounts paid by the insured or on behalf ofthe insured by another person; and

(2) A pharmacy benefits manger shall include any cost sharing amounts paid by theinsured or on behalf of the insured by another person.

(c) The commissioner is authorized to propose rules for legislative approval in accordance
with §29A-3-1 *et seq.* of this code, to implement the provisions of this section.

(d) This section is effective for policy, contract, plans, or agreements beginning on or after
January 1, 2020. This section applies to all policies, contracts, plans, or agreements, subject to
this article that are delivered, executed, issued, amended, adjusted, or renewed in this state on
or after the effective date of this section.

The Joint Committee on Enrolled Bills hereby certifies that the foregoing bills correctly enrolled.

Chairman, House Committee

Member ----Chairman; Senate Committee

Originating in the House.

In effect ninety days from passage.

Clerk of the House of Delegates

Clerk of the Senate

Speaker of the House of Delegates

had and

President of the Senate

The within A. Applinda Mus ... this the $27H^2$ day of 2019. Governor

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OFFICE WEST VIRGINA SECRETARY OF STATE

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