SUBSTITUTE FOR SENATE BILL NO. 832

A bill to amend 1939 PA 280, entitled "The social welfare act,"

(MCL 400.1 to 400.119b) by adding section 109h.

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

- 1 Sec. 109h. (1) If the department of community health
- 2 develops a prior authorization process for prescription drugs as
- 3 part of the pharmaceutical services offered under the medical
- 4 assistance program administered under this act, it shall not
- 5 require prior authorization for the following single source brand
- 6 name, multiple source brand name or its generic equivalent, or
- 7 other prescription drugs:
- 8 (a) A prescription drug that is classified as an antianxiety,
- 9 anticonvulsant, antidepressant, or antipsychotic central nervous
- 10 system drug in a generally accepted standard medical reference.
- 11 (b) A prescription drug that is cross-indicated for a

- 1 central nervous system drug exempted under subdivision (a) as
- 2 documented in a generally accepted standard medical reference.
- 3 (c) Unless the prescription drug is a controlled substance or
- 4 the prescription drug is being prescribed to treat a condition
- 5 that is excluded from coverage under this act, a prescription
- 6 drug that is recognized in a generally accepted standard medical
- 7 reference as effective in the treatment of conditions specified
- 8 in the most recent diagnostic and statistical manual of mental
- 9 disorders published by the American psychiatric association.
- 10 (d) A prescription drug that is recognized in a generally
- 11 accepted standard medical reference for the treatment of and is
- 12 being prescribed to a patient for the treatment of any of the
- 13 following or its symptoms:
- 14 (i) Human immunodeficiency virus infections or the
- 15 complications of the human immunodeficiency virus or acquired
- 16 immunodeficiency syndrome.
- 17 (ii) Cancer.
- 18 (iii) Organ replacement therapy.
- 19 (iv) Epilepsy or seizure disorder.
- 20 (2) As used in this section:
- 21 (a) "Controlled substance" means that term as defined in
- 22 section 7104 of the public health code, 1978 PA 368, MCL
- 23 333.7104.
- 24 (b) "Cross-indicated" means a drug which is used for a
- 25 purpose generally held to be reasonable, appropriate, and within
- 26 community standards of practice even though the use is not

- 1 included in the federal food and drug administration's approved
- 2 labeled indications for that drug.
- 3 (c) "Department" means the department of community health.
- 4 (d) "Prescriber" means that term as defined in section 17708
- 5 of the public health code, 1978 PA 368, MCL 333.17708.
- 6 (e) "Prescription" or "prescription drug" means that term as
- 7 defined in section 17708 of the public health code, 1978 PA 368,
- 8 MCL 333.17708.
- 9 (f) "Prior authorization" means a process implemented by the
- 10 department of community health that conditions, delays, or denies
- 11 the delivery of a particular pharmaceutical service upon
- 12 application of predetermined criteria by the department or the
- 13 department's agent for that pharmaceutical service. The process
- 14 may require a prescriber to verify with the department or the
- 15 department's agent that the proposed medical use of a
- 16 prescription drug being prescribed for a patient meets the
- 17 predetermined criteria for a prescription drug that is otherwise
- 18 covered under this act or require a prescriber to obtain
- 19 authorization from the department or the department's agent
- 20 before prescribing or dispensing a prescription drug that is not
- 21 included on a preferred drug list or that is subject to special
- 22 access or reimbursement restrictions.