To: Insurance

By: Representative Hudson

HOUSE BILL NO. 1258

AN ACT TO REQUIRE THE ISSUER OF ANY PHARMACY BENEFIT CARD TO
ANY MEMBER OF A PRESCRIPTION DRUG PROGRAM IN MISSISSIPPI TO
INCLUDE ON THE FACE OF THE CARD ALL OF THE INFORMATION NEEDED FOR
A PARTICIPATING PHARMACY TO TRANSMIT A CLAIM TO THE CLAIMS
PROCESSOR IN A TIMELY MANNER; TO SPECIFY THE MINIMUM INFORMATION
THAT MUST BE PROVIDED ON A PHARMACY BENEFIT CARD; TO PROVIDE A
PENALTY FOR ANY ISSUER OF A PHARMACY BENEFIT CARD THAT DOES NOT

- 8 CONTAIN THE REQUIRED INFORMATION; AND FOR RELATED PURPOSES.
- 9 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MISSISSIPPI:
- 10 <u>SECTION 1.</u> (1) As used in this section:
- 11 (a) "Pharmacy benefit card" means the program
- 12 identification card of a member or participant of a prescription
- 13 drug program that allows the holder to obtain a prescription drug,
- 14 generally at a discount, from a pharmacy that participates in the
- 15 prescription drug program.
- 16 (b) "Prescription drug program" means a program or plan
- 17 that provides coverages and benefits for prescription drugs for
- 18 members or participants in the program, whether the program is a
- 19 separate program or part of a health benefit plan.
- 20 (2) The sponsor, vendor or claims processor of a
- 21 prescription drug program that issues the pharmacy benefit cards
- 22 to members or participants in the prescription drug program
- 23 shall not issue any pharmacy benefit card to any resident of the
- 24 State of Mississippi, unless the card contains all of the
- 25 information that is necessary for a participating pharmacy to
- 26 transmit a claim to the claims processor in a timely manner
- 27 without causing undue delay for the cardholder. The information
- 28 shall be displayed on the face of the card in a readily
- 29 retrievable manner and shall be properly identified. At a

- 30 minimum, the card shall contain the following information:
- 31 (a) The name, birth date and sex of the cardholder, and
- 32 the relationship of the cardholder to the member or participant in
- 33 the prescription drug program;
- 34 (b) The name of the claims processor for the
- 35 prescription drug program;
- 36 (c) The group number, if required by the program
- 37 sponsor or claims processor to process a claim;
- 38 (d) The dependent code, if required by the program
- 39 sponsor or claims processor to process a claim;
- 40 (e) A toll-free telephone number to the claims
- 41 processor where a pharmacy can receive timely assistance in
- 42 transmitting a claim to the processor; and
- 43 (f) Any other information that is necessary for a
- 44 pharmacy to transmit a claim to the claims processor in a timely
- 45 manner.
- 46 (3) Any provision in any prescription drug program or health
- 47 benefit plan that is executed, delivered, renewed or otherwise
- 48 contracted for in the State of Mississippi that is not in
- 49 compliance with the requirements of subsection (2) of this section
- 50 shall be void to the extent of the noncompliance.
- 51 (4) Any person who issues a pharmacy benefit card to any
- 52 resident of the State of Mississippi that does not contain the
- 53 information required by subsection (2) of this section is guilty
- of a misdemeanor and, upon conviction, shall be fined not more
- 55 than One Thousand Dollars (\$1,000.00), or imprisoned for not more
- 56 than six (6) months in the county jail, or both.
- 57 SECTION 2. This act shall take effect and be in force from
- 58 and after July 1, 1999.