| 20 | be it enacted by the Legislature of the state of Olan: |
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| 27 | Section 1. Section 31a-22-645 is enacted to read: |
| 28 | <u>31a-22-645.</u> Step therapy. |
| 29 | (1) As used in this section: |
| 30 | (a) "AB-rated generic equivalent of a drug" means a drug that is therapeutically |
| 31 | equivalent to another drug, as set forth in the latest edition of, or supplement to, the federal |
| 32 | Food and Drug Administration's Approved Drug Products with Therapeutic Equivalence |
| 33 | Evaluations. |
| 34 | (b) "Drug" means the same as that term is defined in Section 58-17b-102. |
| 35 | (c) "Health care provider" means a health care provider, as defined in Section |
| 36 | 78B-3-403, with authority to prescribe a step drug. |
| 37 | (d) "Health insurer" means an insurer, as defined in Subsection 31A-22-634(1). |
| 38 | (e) "Hospice" means the same as that term is defined in Section 26-21-2. |
| 39 | (f) "Medically necessary" means appropriate, under the applicable standard of care: |
| 40 | (i) to preserve or improve health, life, or function; |
| 41 | (ii) to slow the deterioration of health, life, or function; or |
| 42 | (iii) for the early screening, prevention, evaluation, diagnosis, or treatment of a disease, |
| 43 | condition, illness, or injury. |
| 44 | (g) "Step drug" means a drug described in Subsection (1)(h) that must be used before |
| 45 | an insured's health benefit plan will pay for a drug ordered by the insured's health care provider. |
| 46 | (h) "Step therapy" means a fail-first protocol that requires an insured to use a drug, or |
| 47 | several drugs in a particular order, before the insured's health benefit plan will pay for a drug |
| 48 | ordered by the insured's health care provider. |
| 49 | (2) A health insurer may not offer a health benefit plan that includes step therapy |
| 50 | unless the health insurer: |
| 51 | (a) notifies each insured covered by the plan of the process described in Subsections |
| 52 | (3) through (7) for bypassing use of a step drug; and |
| 53 | (b) makes available on the health insurer's website forms for an insured to make a |
| 54 | request to bypass use of a step drug. |
| 55 | (3) Except as provided in Subsection (5)(a), a health insurer shall authorize an insured |
| 56 | to bypass use of one or more step drugs if, for each step drug to be bypassed, the insured $\hat{\mathbf{H}} \rightarrow \mathbf{or}$ the |
| 66a | <u>insured's physician</u> ←Ĥ |