## CERTIFICATION OF ENROLLMENT

## ENGROSSED SUBSTITUTE SENATE BILL 6511

63rd Legislature 2014 Regular Session

Passed by the Senate March 11, 2014 YEAS 49 NAYS 0

President of the Senate

Passed by the House March 6, 2014 YEAS 96 NAYS 0

Speaker of the House of Representatives

Approved

the Senate of the State of Washington, do hereby certify that the attached is **ENGROSSED SUBSTITUTE SENATE BILL 6511** as passed by the Senate and the House of Representatives on the dates hereon set forth.

CERTIFICATE

I, Hunter G. Goodman, Secretary of

Secretary

FILED

Secretary of State State of Washington

Governor of the State of Washington

## ENGROSSED SUBSTITUTE SENATE BILL 6511

AS AMENDED BY THE HOUSE

Passed Legislature - 2014 Regular Session

State of Washington63rd Legislature2014 Regular SessionBySenate Health Care (originally sponsored by Senators Becker and King)READ FIRST TIME 02/07/14.

1 AN ACT Relating to prior authorization of health care services; and 2 adding a new section to chapter 48.165 RCW.

3 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF WASHINGTON:

4 <u>NEW SECTION.</u> **Sec. 1.** A new section is added to chapter 48.165 RCW 5 to read as follows:

6 (1) The insurance commissioner must reauthorize the efforts with 7 the lead organization established in RCW 48.165.030, and establish a 8 new work group to develop recommendations for prior authorization 9 requirements. The focus of the prior authorization efforts must 10 include the full scope of health care services including pharmacy 11 issues. The work group must submit recommendations to the commissioner 12 by October 31, 2014.

13 (2) The lead organization and work group established to review 14 prior authorization requirements must consider the following areas in 15 their efforts:

(a) Requiring carriers and pharmacy benefit managers to provide a
 listing of prior authorization requirements electronically on a web
 site. The listing of requirements for any procedure, supply, or
 service requiring preauthorization must include criteria needed by the

1 carrier specific to that medical or procedural code, to allow a 2 provider's office to submit all information needed on the initial 3 request for prior authorization, along with instructions for submitting 4 that information;

5 (b) Requiring a carrier or pharmacy benefit manager to issue an 6 acknowledgement of receipt or reference number for prior authorization 7 within a specified time frame, such as two business days of receipt of 8 a prior authorization request from a provider;

9 (c) Recommendations for the best practices for exchanging 10 information, including alternatives to fax requests;

(d) Recommendations for the best practices if the acknowledgement has not been received by the provider or pharmacy benefit manager within the specified time frame, such as two business days;

(e) Recommendations if the carrier or pharmacy benefit manager
fails to approve, deny, or respond to the request for authorization
within the specified time frame and options for deeming approval;

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(f) Recommendations to refine the time frames in current rule; and

(g) Recommendations specific to pharmacy services, 18 including 19 communication between the pharmacy to the carrier or pharmacy benefit manager, communications between the carrier or pharmacy benefit manager 20 21 with the providers' office, communication of the authorization number, 22 posting of the criteria for pharmacy related prior authorization on a 23 web site and other recommended alternatives; and options for prior 24 authorizations involving urgent and emergent care with short-term 25 prescription fill, such as a three-day supply, while the authorization 26 is obtained.

(3) In preparing the recommendations, the work group must consider the opportunities to align with national mandates and regulatory guidance in the health insurance portability and accountability act and the patient protection and affordable care act, and use information technologies and electronic health records to increase efficiencies in health care and reengineer and automate age-old practices to improve business functions and ensure timely access to care for patients.

34 (4) The commissioner shall adopt rules implementing the
35 recommendations of the work group. The rules adopted under this
36 subsection may only implement, and may not expand or limit, the

1 recommendations of the work group.

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