LC00976

STATE OF RHODE ISLAND

IN GENERAL ASSEMBLY

JANUARY SESSION, A.D. 2003

AN ACT

RELATING TO PHARMACEUTICAL ASSISTANCE TO THE ELDERLY ACT

Introduced By: Representatives Long, Savage, Amaral, Story, and Anguilla

Date Introduced: February 12, 2003

Referred To: House Finance

It is enacted by the General Assembly as follows:

1	SECTION	1.	Section	42-66.2-3	of	the	General	Laws	in	Chapter	42-66.2	entitled
2	"Pharmaceutical As	sis	tance to t	he Elderly	Act	" is ł	nereby am	ended	to r	ead as fol	lows:	

- **<u>42-66.2-3. Definitions. --</u>** As used in this chapter, unless the context requires otherwise:
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(1) "Consumer" means any full-time resident of the state who fulfills the eligibility requirements set forth in section 42-66.2-5. Residence for purposes of this chapter shall be in

6 accordance with the definitions and evidence standards set forth in section 17-1-3.1.

7 (2) "Contractor" means a third party or private vendor capable of administering a 8 program of reimbursement for prescription drugs, and drug program eligibility administrative 9 support as required by the director, the vendor to be determined through a competitive bid process 10 in which the director awards a three (3) year contract for services.

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(3) "Department" means the department of elderly affairs.

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(4) "Director" means the director of the department of elderly affairs.

(5) (i) <u>"Drugs" and</u> "Eligible drugs" means <u>all drugs approved by the Federal Drug</u>
<u>Administration including, without limitation, insulin and shall mean noninjectable drugs which</u>
require a physician's prescription according to federal law and which are contained in the
following American Hospital Formulary Service pharmacologic-therapeutic classifications
categories that have not been determined by the federal "Drug Efficacy and Safety
Implementation (DESI) Commission" to lack substantial evidence of effectiveness. <u>Drugs and</u>
<u>Ee</u>ligible drugs <u>are limited to shall include, without limitation, the following classification</u>

1 categories: cardiac drugs, hypotensive drugs, diuretics, anti-diabetic agents, insulin, disposable 2 insulin syringes, vasodilators (cardiac indications only), anticoagulants, hemorreolgic agents, 3 glaucoma drugs, drugs for the treatment of Parkinson's disease, antilipemic drugs and oral 4 antineoplastic drugs and drugs for the treatment of asthma and other chronic respiratory diseases 5 and prescription vitamin and mineral supplements for renal patients, and drugs approved for the 6 treatment of alzheimer's disease, drugs used for the treatment of depression, those drugs approved 7 for the treatment of urinary incontinence, anti infectives, drugs used for the treatment of arthritis, 8 drugs approved for the treatment of osteoporosis, and neuraminidase inhibiting drugs indicated 9 for the treatment of influenza A and B.

10 (ii) "Additional drugs" means noninjectable drugs which require a physician's 11 prescription according to federal law and which are contained in the American Hospital 12 Formulary Service pharmacologic-therapeutic classifications categories that have not been 13 determined by the federal "Drug Efficacy and Safety Implementation (DESI) Commission" to 14 lack substantial evidence of effectiveness, which are not included in the definition of drugs as 15 defined in this subdivision. However, this shall not include prescription drugs used for cosmetic 16 purposes.

17 (6) "Income" for the purposes of this chapter means the sum of federal adjusted gross 18 income as defined in the Internal Revenue Code of the United States [26 U.S.C. section 1 et seq.] 19 and all nontaxable income including but not limited to, the amount of capital gains excluded from 20 adjusted gross income, alimony, support money, nontaxable strike benefits, cash public assistance 21 and relief (not including relief granted under this chapter), the gross amount of any pension or 22 annuity (including Railroad Retirement Act benefits [45 U.S.C. section 231 et seq.] all payments 23 received under the federal Social Security Act [42 U.S.C. section 301 et seq.] state unemployment 24 insurance laws, and veterans' disability pensions), nontaxable interest received from the federal 25 government or any of its instrumentalities, workers' compensation, and the gross amount of "loss 26 of time" insurance. It does not include gifts from nongovernmental sources, or surplus foods or 27 other relief in kind supplied by a public or private agency.

28 (7) "Pharmaceutical manufacturer" means any entity holding legal title to or possession 29 of a national drug code number issued by the federal food and drug administration.

30 (8) "Pharmacy" means a pharmacy licensed by the state of Rhode Island and whose place 31 of business is physically located within the state.

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(9) "Pilot program contractor" means Blue Cross and Blue Shield of Rhode Island.

SECTION 2. This act shall take effect upon passage.

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EXPLANATION

BY THE LEGISLATIVE COUNCIL

OF

AN ACT

RELATING TO PHARMACEUTICAL ASSISTANCE TO THE ELDERLY ACT

- 1 This act would expand the classification of drugs eligible under the pharmaceutical
- 2 assistance to the elderly act.
- 3 This act would take effect upon passage.

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