## AMENDED IN ASSEMBLY APRIL 21, 2003

CALIFORNIA LEGISLATURE-2003-04 REGULAR SESSION

## **ASSEMBLY BILL**

## No. 1549

Introduced by Assembly Member Frommer Members Frommer, Chan, and Laird

February 21, 2003

An act to amend Section 104900 of the Health and Safety Code, relating to public health. An act to add Sections 1348.5 and 1367.27 to the Health and Safety Code, relating to health care service plans.

LEGISLATIVE COUNSEL'S DIGEST

AB 1549, as amended, Frommer. Flu vaccines Asthma benefits. Existing law requires the State Department of Health Services to provide appropriate flu vaccine to local governmental or private, nonprofit agencies so that the agencies may provide the vaccine for all persons 60 years of age or older in this state and for other specified high-risk groups. Existing law requires the department and the California Department of Aging to prepare, publish, and disseminate information regarding the availability of the vaccine and its effectiveness in protecting the health of older persons, the Knox-Keene Health Care Service Plan Act of 1975, provides for the regulation and licensure of health care service plans by the Department of Managed Health Care and makes a violation of the act's requirements a crime. Under the act, a health care service plan contract that covers prescription drug benefits is required to provide coverage for specified medications.

This bill would require the department to make the above vaccine information available on the department's Internet Web site, in a

specified manner, and to distribute the information to local governmental or private, nonprofit agencies by any other means the department deems appropriate. convene a workgroup to develop a universal drug and device formulary to treat asthma in children and to adopt a regulation outlining that formulary. The bill would require a health care service plan to include coverage for medications to treat pediatric asthma and for associated training and education.

Because the bill would specify additional requirements for a health care service plan, the violation of which would be a crime, it would impose a state-mandated local program.

The California Constitution requires the state to reimburse local agencies and school districts for certain costs mandated by the state. Statutory provisions establish procedures for making that reimbursement.

*This bill would provide that no reimbursement is required by this act for a specified reason.* 

Vote: majority. Appropriation: no. Fiscal committee: yes. State-mandated local program: -no yes.

The people of the State of California do enact as follows:

1 SECTION 1. Section 104900 of the Health and Safety Code

2 SECTION 1. Section 1348.5 is added to the Health and Safety 3 Code, to read:

4 *1348.5.* (*a*) *The department shall convene a workgroup to* 5 *develop a universal drug and device formulary to treat asthma in* 

6 children. In developing the formulary, the workgroup shall review

7 and consider guidelines established by other jurisdictions for the

8 treatment of asthma in children.

9 (b) The workgroup shall consist of no more than 10 members, 10 including, but not limited to, representatives with experience in the

11 treatment of pediatric asthma from all of the following groups:

12 (1) Patients and guardians of patients who have received 13 asthma treatment.

14 (2) Pediatric physicians or clinicians.

15 *(3)* Health care service plan representatives.

16 (4) Pharmaceutical industry representatives.

17 (5) Public health officials.

18 (6) Department representatives.

19 (7) State Department of Health Services representatives.

(c) In order to operate in as cost-effective a manner as possible,
 the workgroup shall be subject to all of the following requirements:
 (1) It shall meet as few times as necessary to perform its duties.

4 (2) Its members shall not be compensated or receive travel 5 allowances or other reimbursement.

6 (d) The department shall adopt a regulation outlining the drug
7 formulary developed under subdivision (a) and shall periodically
8 review its regulations adopted pursuant to this section.

9 SEC. 2. Section 1367.27 is added to the Health and Safety 10 Code, to read:

1367.27. (a) Each health care service plan, except a 11 specialized health care service plan, that is issued, amended, 12 13 delivered, or renewed in this state on or after January 1, 2005, and 14 that covers hospital, medical, or surgical expenses shall include coverage for medications and devices for the management and 15 treatment of pediatric asthma as medically necessary. The 16 coverage shall include items that are available without a 17 18 prescription.

19 (b) Each plan described in subdivision (a) shall provide 20 coverage for asthma outpatient self-management training and education necessary to enable an enrollee to properly use the 21 22 medications and devices identified by the department by regulation under Section 1348.5 and additional pediatric asthma 23 outpatient self-management training and education upon the 24 25 direction or prescription of those services by the enrollee's 26 participating physician.

27 (c) The pediatric asthma outpatient self-management training 28 and education services identified in subdivision (b) shall be 29 provided under the supervision of an appropriately licensed or registered health care professional as prescribed by a 30 31 participating health care professional legally authorized to prescribe the service. If a plan delegates outpatient 32 33 self-management training to a contracting provider, the plan shall 34 require the contracting provider to ensure that pediatric asthma outpatient self-management training and education are provided 35 under the supervision of an appropriately licensed or registered 36 health care professional. These benefits shall include, but not be 37 limited to, instruction that will enable pediatric asthmatic patients 38

39 and their families to gain an understanding of the disease process

and the daily management of asthma in order to avoid frequent
 hospitalizations and complications.

3 (d) The coverage required by this section shall be provided 4 under the same general terms and conditions, including 5 copayments and deductibles, applicable to all other benefits 6 provided by the plan.

7 (e) Each health care service plan shall disclose the benefits
8 under this section in its evidence of coverage and disclosure forms.
9 (f) A health care service plan may not reduce or eliminate

10 coverage as a result of the requirements of this section.

11 (g) Nothing in this section shall be construed to deny or restrict

*in any way the department's authority to ensure plan compliancewith this chapter if a plan provides coverage for prescription* 

14 drugs.

15 SEC. 3. No reimbursement is required by this act pursuant to 16 Section 6 of Article XIII B of the California Constitution because

17 the only costs that may be incurred by a local agency or school

18 district will be incurred because this act creates a new crime or

19 infraction, eliminates a crime or infraction, or changes the penalty

20 for a crime or infraction, within the meaning of Section 17556 of

the Government Code, or changes the definition of a crime within

22 the meaning of Section 6 of Article XIII B of the California

23 Constitution.

24 is amended to read:

25 104900. (a) (1) The department shall provide appropriate

26 flu vaccine to local governmental or private, nonprofit agencies at

27 no charge in order that the agencies may provide the vaccine, at a

28 minimal cost, at accessible locations in the order of priority first,

29 for all persons 60 years of age or older in this state and then to any

30 other high-risk groups identified by the United States Public

31 Health Service.

32 (2) (A) The department and the California Department of

33 Aging shall prepare, publish, and disseminate information

34 regarding the availability of the vaccine and the effectiveness of

35 the vaccine in protecting the health of older persons.

36 (B) The department shall make the information available on its

37 Internet Web site and shall distribute the information by any other

38 means the department deems appropriate, to local governmental

39 or private, nonprofit agencies. The information shall be posted on

40 the department's Internet Web site in a format that may be easily

downloaded in portable document format (PDF), text format, and 1 2 other commonly used formats. 3 (b) The department may provide appropriate pneumonia vaccine to local governmental or private, nonprofit agencies at no 4 5 charge in order that the agencies may provide the vaccine, at a minimal cost, at accessible locations for groups identified as high 6 7 risk by the United States Public Health Service. 8 (c) The program shall be designed to utilize voluntary 9 assistance from public or private sectors in administering the 10 vaccines. However, local governmental or private, nonprofit 11 agencies may charge and retain a fee not exceeding two dollars 12 (\$2) per person to offset administrative operating costs. 13 (d) Except when the department determines that it is not 14 feasible to utilize federal funds due to excessive administrative 15 costs, the department shall seek and utilize available federal funds 16 to the maximum extent possible for the cost of the vaccine, the cost 17 of administering the vaccine and the minimal fee charged under 18 this section, including reimbursement under the Medi-Cal 19 program for persons eligible therefor to the extent permitted by 20 federal law. 21 (e) Administration of the vaccine shall be performed either by 22 a physician, a registered nurse, or a licensed vocational nurse 23 acting within the scope of their professional practice acts. The 24 physician under whose direction the registered nurse or a licensed 25 vocational nurse is acting shall require the nurse to satisfactorily demonstrate familiarity with (1) contraindication for the 26 27 administration of such immunizing agents, (2) treatment of 28 possible anaphylactic reactions, and (3) the administration of 29 treatment, and reactions to such immunizing agents. 30 (f) No private, nonprofit volunteer agency whose involvement 31 with an immunization program governed by this section is limited 32 to the provision of a clinic site or promotional and logistical 33 support pursuant to subdivision (c), or any employee or member 34 thereof, shall be liable for any injury caused by an act or omission 35 in the administration of the vaccine or other immunizing agent to 36 a person 60 years of age or older or to members of high-risk groups 37 identified by the United States Public Health Service, if the immunization is performed pursuant to this section in conformity 38 39 with applicable federal, state, or local governmental standards and 40 the act or omission does not constitute willful misconduct or gross

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1 negligence. As used in this subdivision, "injury" includes the

2 residual effects of the vaccine or other immunizing agent. It is the

3 intent of the Legislature in adding this subdivision to affect only

4 the liability of private, nonprofit volunteer agencies and their

5 members that are not health facilities as defined in Section 1250.

6 (g) Nothing in this section shall be construed to require 7 physical presence of a directing or supervising physician, or the

8 examination by a physician of persons to be tested or immunized.

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