

State of Misconsin 2011 - 2012 LEGISLATURE



2011 ASSEMBLY BILL 167

June 3, 2011 – Introduced by Representatives Jorgensen, Vruwink, Shilling, Pasch, Barca, Berceau, Bernard Schaber, Bewley, Clark, E. Coggs, Fields, Grigsby, Hebl, Hintz, Hulsey, Kessler, Mason, Milroy, Molepske Jr, Pocan, Pope-Roberts, Richards, Ringhand, Roys, Seidel, Sinicki, Staskunas, Steinbrink, Toles, Turner, Young, Zamarripa, Zepnick and Kaufert, cosponsored by Senators Carpenter, Hansen, Wirch, Holperin, Lassa, Schultz, Miller, Jauch, C. Larson, Erpenbach, T. Cullen, Risser, S. Coggs, Vinehout and Taylor, Referred to Committee on Health.

AN ACT to amend 20.435 (4) (bv), 20.435 (4) (j) and 20.435 (4) (jb); and to create

49.688 (13) of the statutes; relating to: waiver for prescription drug assistance

for elderly program, use of excess moneys in prescription drug assistance for

elderly program, and making an appropriation.

Analysis by the Legislative Reference Bureau

Under current law, the Department of Health Services (DHS) administers the Senior Care program, which provides assistance to the elderly in the purchase of prescription drugs. The program is operated under a waiver of federal Medicaid laws, but DHS is required to implement the program regardless of whether the waiver is received from the federal Department of Health and Human Services. Some of the moneys to administer the Senior Care program derive from the federal government and other moneys come from the state's general purpose revenue (GPR) or from program revenue (PR). Moneys from GPR are used to pay pharmacies and pharmacists under the Senior Care program. Program revenue from rebate payments by manufacturers is used to pay pharmacies and pharmacists and PR from payment of enrollment fees is used for administration of Senior Care. This bill requires DHS to obtain any waiver of federal Medicaid laws necessary to continue administration of Senior Care and to implement any waiver received for the administration of Senior Care. The bill also requires that any GPR moneys remaining after paying pharmacies and pharmacists and any PR moneys remaining after paying pharmacies and pharmacists and paying for program administration be used by DHS for the following purposes: to reduce enrollment costs for seniors

ASSEMBLY BILL 167

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participating in Senior Care, to reduce the prices paid by Senior Care enrollees for prescription drugs, and to enlarge the number of prescription drugs available through the Senior Care program.

For further information see the *state* fiscal estimate, which will be printed as an appendix to this bill.

The people of the state of Wisconsin, represented in senate and assembly, do enact as follows:

Section 1. 20.435 (4) (by) of the statutes is amended to read:

20.435 (4) (bv) Prescription drug assistance for elderly; aids. Biennially, the amounts in the schedule for payment to pharmacies and pharmacists under s. 49.688 (7) for prescription drug assistance for elderly persons and, if there are moneys remaining after payments to pharmacies and pharmacists, for the purposes under s. 49.688 (13).

SECTION 2. 20.435 (4) (j) of the statutes is amended to read:

20.435 (4) (j) Prescription drug assistance for elderly; manufacturer rebates. All moneys received from rebate payments by manufacturers under s. 49.688 (6), to be used for payment to pharmacies and pharmacists under s. 49.688 (7) for prescription drug assistance for elderly persons and, if there are moneys remaining after payments to pharmacies and pharmacists, for the purposes under s. 49.688 (13).

Section 3. 20.435 (4) (jb) of the statutes is amended to read:

20.435 (4) (jb) Prescription drug assistance for elderly; enrollment fees. All moneys received from payment of enrollment fees under s. 49.688 (3), to be used for administration of the program under s. 49.688 and, if there are moneys remaining after paying for program administration, for the purposes under s. 49.688 (13).

Section 4. 49.688 (13) of the statutes is created to read:

ASSEMBLY BILL 167

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49.688 (13) If there are moneys available in the appropriation accounts under s. 20.435 (4) (bv), (j), or (jb), the department shall use those moneys to reduce enrollment costs for individuals participating in the program under this section, to reduce the prices paid by individuals in the program under this section for prescription drugs, and to enlarge the number of prescription drugs available under the program under this section.

SECTION 5. Nonstatutory provisions.

(1) Prescription drug assistance for elderly continuation. The department of health services shall request from the federal secretary of health and human services any waiver of federal medicaid laws necessary to permit the department of health services to continue administering the program under section 49.688 of the statutes. The department shall implement any waiver received under this subsection.

14 (END)