By the Committee on Health Promotion and Representatives Argenziano, Kosmas, Fiorentino and Littlefield

A bill to be entitled

An act relating to the pharmacy discount
program; amending s. 409.906, F.S.; authorizing
as a new optional Medicaid service the pharmacy
discount program, to be administered by the
Agency for Health Care Administration;
directing the Agency for Health Care
Administration to seek a federal Medicaid
waiver for the pharmacy discount program;
specifying program eligibility and eligibility
determination; specifying the means of deriving
the subsidy for program participants; providing
an effective date.

Be It Enacted by the Legislature of the State of Florida:

 Section 1. Subsection (25) is added to section 409.906, Florida Statutes, to read:

409.906 Optional Medicaid services.—Subject to specific appropriations, the agency may make payments for services which are optional to the state under Title XIX of the Social Security Act and are furnished by Medicaid providers to recipients who are determined to be eligible on the dates on which the services were provided. Any optional service that is provided shall be provided only when medically necessary and in accordance with state and federal law.

Nothing in this section shall be construed to prevent or limit the agency from adjusting fees, reimbursement rates, lengths

any other adjustments necessary to comply with theavailability of moneys and any limitations or directions

of stay, number of visits, or number of services, or making

 provided for in the General Appropriations Act or chapter 216. If necessary to safeguard the state's systems of providing services to elderly and disabled persons and subject to the notice and review provisions of s. 216.177, the Governor may direct the Agency for Health Care Administration to amend the Medicaid state plan to delete the optional Medicaid service known as "Intermediate Care Facilities for the Developmentally Disabled." Optional services may include:

(25) PHARMACY DISCOUNT PROGRAM. -- Subject to specific federal authorization, the agency shall administer a program to provide subsidized discounts for Medicare recipients and uninsured individuals for the purchase of prescribed drugs, pursuant to the terms of a federal waiver for such services. The program shall serve to provide a subsidy to those who purchase prescription drugs under the program and shall not create an entitlement.

Section 2. The Agency for Health Care Administration shall submit to the federal Health Care Financing

Administration a request for a service coverage waiver specific to a pharmacy discount program for those residents of the state with incomes up to 300 percent of the federal poverty level who do not have a health insurance program that includes a prescription drug benefit or any separate prescription drug benefit. The Department of Children and Family Services shall determine eligibility for the pharmacy discount program. Individuals in this expanded coverage group shall receive a financial subsidy for prescription drugs equal to the average rebate, and any supplemental rebate, paid to the Medicaid program by pharmaceutical manufacturers.

Section 3. This act shall take effect October 1, 2001.