CERTIFICATION OF ENROLLMENT

HOUSE BILL 2021

64th Legislature 2015 Regular Session

Passed by the House February 26, 2015 Yeas 7 Nays 0

Speaker of the House of Representatives

Passed by the Senate February 26, 2015 Yeas 0 Nays 0

## CERTIFICATE

I, Barbara Baker, Chief Clerk of the House of Representatives of the State of Washington, do hereby certify that the attached is **HOUSE BILL 2021** as passed by House of Representatives and the Senate on the dates hereon set forth.

Chief Clerk

**President of the Senate** Approved

FILED

Secretary of State State of Washington

Governor of the State of Washington

## HOUSE BILL 2021

Passed Legislature - 2015 Regular Session

State of Washington 64th Legislature 2015 Regular Session

By Representatives Riccelli, Parker, Cody, Holy, Ormsby, and Muri

Read first time 02/06/15. Referred to Committee on Health Care & Wellness.

1 AN ACT Relating to the prescription drug assistance foundation; 2 and amending RCW 41.05.550.

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

4 **Sec. 1.** RCW 41.05.550 and 2008 c 87 s 1 are each amended to read 5 as follows:

6 (1) The definitions in this subsection apply throughout this 7 section unless the context clearly requires otherwise.

8 (a) "Federal poverty level" means the official poverty level 9 based on family size established and adjusted under section 673(2) of 10 the omnibus budget reconciliation act of 1981 (P.L. 97-35; 42 U.S.C. 11 Sec. 9902(2), as amended).

(b) "Foundation" means the prescription drug assistance foundation established in this section, a nonprofit corporation organized under the laws of this state to provide assistance in accessing prescription drugs to qualified uninsured individuals.

16 (c) "Health insurance coverage including prescription drugs" 17 means prescription drug coverage under a private insurance plan, 18 <u>including a plan offered through the health benefit exchange under</u> 19 <u>chapter 43.71 RCW</u>, the medicaid program, the state children's health 20 insurance program ("SCHIP"), the medicare program, the basic health plan, or any employer-sponsored health plan that includes a
 prescription drug benefit.

3 (d) "Qualified uninsured individual" means an uninsured person or
 4 <u>an underinsured person</u> who is a resident of this state and has an
 5 income below three hundred percent of the federal poverty level.

6 (e) <u>"Underinsured" means an individual who has health insurance</u>
7 <u>coverage including prescription drugs, but for whom the prescription</u>
8 <u>drug coverage is inadequate for their needs.</u>

9 <u>(f)</u> "Uninsured" means an individual who lacks health insurance 10 coverage including prescription drugs.

11 (2)(a) The administrator shall establish the foundation as a 12 nonprofit corporation, organized under the laws of this state. The 13 foundation shall assist qualified uninsured individuals in obtaining 14 prescription drugs at little or no cost.

15 (b) The foundation shall be administered in a manner that:

16 (i) Begins providing assistance to qualified uninsured 17 individuals by January 1, 2006;

18 (ii) Defines the population that may receive assistance in 19 accordance with this section; and

(iii) Complies with the eligibility requirements necessary toobtain and maintain tax-exempt status under federal law.

(c) The board of directors of the foundation consists of up to 22 eleven with a minimum of five members appointed by the governor to 23 24 staggered terms of three years. The governor shall select as members 25 of the board individuals who (i) will represent the interests of 26 persons who lack prescription drug coverage; and (ii) have in business management 27 demonstrated expertise and in the 28 administration of a not-for-profit organization.

(d) The foundation shall apply for and comply with all federal requirements necessary to obtain and maintain tax-exempt status with respect to the federal tax obligations of the foundation's donors.

32 (e) The foundation is authorized, subject to the direction and ratification of the board, to receive, solicit, contract for, 33 collect, and hold in trust for the purposes of this section, 34 donations, gifts, grants, and bequests in the form of money paid or 35 promised, services, materials, equipment, or other things tangible or 36 intangible that may be useful for helping the foundation to achieve 37 its purpose. The foundation may use all sources of public and private 38 39 financing to support foundation activities. No general fund-state 40 funds shall be used for the ongoing operation of the foundation.

1 (f) No liability on the part of, and no cause of action of any 2 nature, shall arise against any member of the board of directors of 3 the foundation or against an employee or agent of the foundation for 4 any lawful action taken by them in the performance of their 5 administrative powers and duties under this section.

--- END ---