- (iii) SUBJECT TO ITEM (V) OF THIS PARAGRAPH, the Prescription Drug Benefit Plan [shall offer a voluntary mail order option and the Prescription Drug Benefit Plan] may charge enrollees the following co-payments for prescription drugs:
 - 1. \$5 for generic drugs;
 - 2. \$15 for preferred drugs on the State formulary; and
- 3. \$25 for drugs that are not preferred drugs on the State formulary;
- (iv) SUBJECT TO ITEM (V) OF THIS PARAGRAPH, the Prescription Drug Benefit Plan may charge a co-payment as provided in item (iii) of this [subsection] PARAGRAPH for each [45 day] 45-DAY prescription;
 - (V) THE PRESCRIPTION DRUG BENEFIT PLAN:
- 1. SHALL OFFER A VOLUNTARY MAIL ORDER OPTION TO ENROLLEES; AND
- 2. MAY CHARGE ENROLLEES A CO-PAYMENT NOT EXCEEDING \$20 FOR EACH 90-DAY PRESCRIPTION FILLED THROUGH THE VOLUNTARY MAIL ORDER OPTION;
- [(v)] (VI) for each fiscal year, the total amount of co-payments charged the employee or retiree and their dependents as provided in [item] ITEMS (iii) AND (V) of this [subsection] PARAGRAPH may not exceed \$700; and
- [(vi)] (VII) the Prescription Drug Benefit Plan may include the following programmatic changes:
- 1. implementation of a step therapy program to assure that lower cost alternatives are used first;
 - 2. changes in the pharmacy network;
- 3. limitations on the first prescription for a maintenance drug;
- 4. limitations on the quantity of drugs dispensed to reduce inappropriate or excessive drug usage;
- 5. requirements for prior authorization of drugs to ensure that they are medically necessary; and
 - 6. implementation of a drug utilization review program.

SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect July 1, 2006.

Approved April 6, 2006.