

AUTOMOBILE MECHANICS' LOCAL 701 WELFARE FUND

361 S. FRONTAGE ROAD, SUITE 100 | BURR RIDGE, IL 60527 TELEPHONE: (708) 482-0110 | TOLL FREE: (800) 704-6270 | FAX: (708) 482-9140

IMPORTANT BENEFIT PLAN CHANGES

The Trustees of the Automobile Mechanics' Local No. 701 Union and Industry Welfare Fund have made certain changes to the **Premier Plus**, **Premier**, **Classic Bargained** and **Pre-Medicare Retiree** plans as documented in the applicable combination Summary Plan Description and Plan Document ("SPD/Plan") that was previously provided to you. Each change is summarized below and is effective as of January 1, 2020.

- 1. The Plan engaged PaydHealth LLC to be its specialty healthcare advocacy firm for financial case management for prescription drugs provided through the Medical Benefit. The Plan had previously engaged PaydHealth LLC to be its specialty healthcare advocacy firm for financial case management for prescription drugs provided through the Prescription Drug Benefit.
- 2. The SPD/Plan was amended to revise the definition of "Specialty List" and add a definition of "Gene and Cellular Therapy Products" as a result of the engagement of PaydHealth for financial case management for prescription drugs provided through the Medical Benefit.

SUMMARY OF MATERIAL MODIFICATIONS

This document, referred to as a "summary of material modifications," is intended to supplement the SPD/Plan. You should retain this summary of material modifications with your copy of the SPD/Plan. If you have any questions, you may contact the Fund Office (708) 482-0110 ~ Toll Free (800) 704-6270.

1. <u>Implications regarding the Plan's engagement of PaydHealth as its specialty healthcare advocacy</u> firm for financial case management for prescription drugs provided through the Medical Benefit

The Plan previously informed you that it contracted with PaydHealth to be its specialty healthcare advocacy firm for financial case management for prescription drugs provided through the Prescription Drug Benefit. The Plan has now also contracted with PaydHealth to be its specialty healthcare advocacy firm for financial case management for prescription drugs provided through the Medical Benefit.

For any specialty prescription drugs provided under your Medical Benefit instead of your Prescription Drug Benefit, you are required to obtain those specialty prescription drugs through the Specialty Pharmacy Program as explained in that subsection under the Prescription Drug Benefit section of the Plan/SPD.

2. Revision to definition of Specialty List in the Plan/SPD

As a result of the engagement of PaydHealth for financial case management for prescription drugs provided through the Medical Benefit and the increasing use of gene and cellular therapy products as a form of treatment, the definition of Specialty List in the Plan/SPD was revised as follows:

Specialty List means a list of Prescription Drugs, products, or services, including, but not limited to, Gene and Cellular Therapy Products, typically prescribed by a specialist, that may require special handling, storage, transportation services or enhanced clinical monitoring by a specialist or specialty pharmacy provider. The Specialty List is updated periodically by the Plan to address changes in prescription labeling, new market entrants, and safety and efficacy considerations and each listed item requires Plan prior authorization, step-therapy, and administrative review for coverage.

3. Addition of new definition in the Plan/SPD

As a result of the engagement of PaydHealth for financial case management for prescription drugs provided through the Medical Benefit, the following definition was added to the Plan/SPD:

o **Gene and Cellular Therapy Products** means products included on the Specialty List, as defined by the Office of Tissues and Advanced Therapies (OTAT) of the US Food and Drug Administration, provided under either the Plan's medical benefits or prescription drug benefits.