## LEGISLATIVE FISCAL OFFICE Fiscal Note



Fiscal Note On: **HCR 106** HLS 23RS 2971

**Analyst:** Patrice Thomas

Bill Text Version: ENROLLED

Opp. Chamb. Action: Proposed Amd.:

Sub. Bill For .:

**Date:** June 1, 2023

11:59 AM

Author: EDMONDS

Dept./Agy.: Office of Group Benefits

**Subject:** Current and Existing PBM Information and Report to JLCB

5 4 6

INSURANCE/GROUP-STATE EN NO IMPACT See Note Page 1 of 1 Requests certain actions by the Office of Group Benefits relative to pharmacy benefit managers and contracts relative

thereto

<u>Proposed resolution</u> directs the Office of Group Benefits (OGB) to request information regarding reimbursements, rates, dispensing fees, pharmacy network participation fees, policies and criteria for designating drugs as specialty drugs, and information regarding policies concerning the use of mail-order pharmacy services from contractors providing pharmacy benefit services. <u>Proposed resolution</u> directs OGB to include provisions prohibiting pharmacy benefit managers from the use of spread pricing and financial clawbacks and provisions requiring data reporting measures in future contracts for pharmacy benefit manager services. <u>Proposed resolution</u> directs OGB to report to the Joint Legislative Committee on the Budget (JLCB) by 11/01/2023.

EXPENDITURES	2023-24	2024-25	2025-26	2026-27	2027-28	5 -YEAR TOTAL
State Gen. Fd.	\$0	\$0	\$0	\$0	\$0	\$0
Agy. Self-Gen.	\$0	\$0	\$0	\$0	\$0	\$0
Ded./Other	\$0	\$0	\$0	\$0	\$0	\$0
Federal Funds	\$0	\$0	\$0	\$0	\$0	\$0
Local Funds	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
Annual Total	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	\$0	\$0
REVENUES	2023-24	2024-25	2025-26	2026-27	2027-28	5 -YEAR TOTAL
State Gen. Fd.	\$0	\$0	\$0	\$0	\$0	\$0
Agy. Self-Gen.	\$0	\$0	\$0	\$0	\$0	\$0
Ded./Other	\$0	\$0	\$0	\$0	\$0	\$0
Federal Funds	\$0	\$0	\$0	\$0	\$0	\$0
Local Funds	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
Annual Total	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	\$0

## **EXPENDITURE EXPLANATION**

There is no anticipated direct material effect on governmental expenditures as a result of this measure. The proposed resolution will create a marginal workload increase for the Office of Group Benefits (OGB) associated with collecting information and submitting a report to the Joint Legislative Committee on the Budget (JLCB) by November 1, 2023. The OGB indicates they will utilize existing staffing and resources to compile the required information and submit a report to JLCB.

## **REVENUE EXPLANATION**

There is no anticipated direct material effect on governmental revenues as a result of this measure.

House

<u>Senate</u>	Dual Referral Rules
13.5.1 >	= \$100,000 Annual Fiscal Cost {S & H}
13.5.2 >	= \$500,000 Annual Tax or Fee

Change {S & H}

6.8(G) >= \$500,000 Tax or Fee Increase or a Net Fee Decrease {S}

 $6.8(F)(1) >= $100,000 SGF Fiscal Cost {H & S}$ 

Evan Brasseaux

Evan Brasseaux
Interim Deputy Fiscal Officer