

BILL SUMMARY
1st Session of the 52nd Legislature

(revised)

Bill No.:	HB 1757
Version:	FA1-A2
Author:	Representative Morgan
Date:	March 10, 2009
Impact:	OSEEGIB: Significant Impact
	OHCA: State Cost \$6.6 Million

Bill Summary

Research Analyst: Arnella Karges

Amendment #2 to Floor Amendment #1 (the Floor Substitute) on HB1757 adds a new subsection that specifies health benefit plans referred to for prescription drug coverage changes must include the Oklahoma State and Education Employees' group health insurance plans and any plan offered by the Oklahoma Health Care Authority.

Fiscal Summary

Fiscal Analyst: John McPhetridge

FA1-A2, provides that the mandate regarding prescription drugs contained in the FA1 floor substitute be applicable to plans offered by the Oklahoma State and Education Employees' Group Insurance Board (OSEEGIB) and the Oklahoma Health Care Authority.

Fiscal Analysis

The Oklahoma State and Education Employees' Group Insurance Board (OSEEGIB) advises that they will need further time to adequately prepare the actual costs associated with FA1-A2. However, OSEEGIB does foresee FA1-A2 having a significant cost impact on pharmacy benefit costs as well as a significant increase in record keeping obligations. The Oklahoma Health Care Authority estimates the State cost of FA1-A2 represents \$6,600,000; with a total cost, including Federal Funds, of \$17,400,000.

Long Term Fiscal Considerations

Cost impact could result in insurance premium rate inflation

Fiscal Analysis Reviewed By:

Janice Buchanan

House Fiscal Director