Bill Summary 2nd Session of the 57th Legislature

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Bill Analysis

SB 1881 directs the Insurance Department to compile a list of drugs the Department deems essential to treat diabetes and document any percent increase of such drugs that are above the rate set by the Consumer Price Index no later than February 2 of each year. Manufacturers with drugs that appear on the list must submit to the Department a report detailing the costs of the drug, profits made from the drug, and assistance the manufacturer provided through any patient prescription assistance program, and a history of price increases associated with the drug no later than April 1. Such manufacturers must also justify the increase in wholesale acquisition costs. Pharmacy benefit managers involved with a drug on the list must also submit a report on their involvement to the Department no later than April 1. The Insurance Department is directed to analyze the information and publish a report on its findings.

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