

BILL SUMMARY
2nd Session of the 58th Legislature

Bill No.:	SB1633
Version:	ENGR
Request Number:	
Author:	Rep. McEntire and Sen. Jett
Date:	4/11/2022
Impact:	No impact

Research Analysis

SB 1633 prohibits a pharmacy benefits manager (PBM) or an agent of a PBM from imposing certain fees to a pharmacist or pharmacy. The measure also prohibits PBMs from participating in a *clawback* or engaging in *spread pricing* as defined by the measure.

The measure requires a PBM contract to ensure that access to local healthcare is not jeopardized by immediately modifying any rates or provisions that would result in a reimbursement below the pharmacy's cost to acquire and dispense the medication product. PBMs are required to provide the Insurance Department with a report containing certain information. The Insurance Department is required to publish the report on a publicly available website. The measure provides the fiduciary duties of a pharmacy benefits manager to any health carrier and health insurer clients. Lastly, the measure adds new definitions.

Prepared By: Dan Brooks

Fiscal Analysis

After review, SB 1633 has no fiscal considerations to the state.

Prepared By: Stacy Johnson

Other Considerations

None.