FISCAL IMPACT OF PROPOSED LEGISLATION

Seventy-Eighth Oregon Legislative Assembly – 2015 Regular Session Legislative Fiscal Office

Only Impacts on Original or Engrossed Versions are Considered Official

Measure: SB 93 – B*

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Measure Description:

Requires reimbursement for up to 90-day supply of prescription drug that is prescribed under certain conditions.

Government Unit(s) Affected:

Board of Pharmacy, Department of Consumer and Business Services (DCBS), Oregon Health Authority (OHA)

Local Government Mandate:

This bill does not affect local governments' service levels or shared revenues sufficient to trigger Section 15, Article XI of the Oregon Constitution.

Analysis:

Senate Bill 93 requires prescription drug benefit programs and prescription drug benefit offered under health benefit plans to reimburse refills for up to a 90-day supply of a covered prescription medication if that medication is covered by the plan; an initial 30-day supply of the drug has been previously dispensed to the member; and the quantity of the refill does not exceed the total remaining quantity authorized by the prescribing practitioner. The bill states that this coverage requirement may be limited by formulary restrictions, as well as the terms and conditions of a pharmacy network contract, or a prescription drug benefit program or health benefit plan. The bill also specifies that this does not apply to drugs classified as a controlled substance in Schedule II. The – B14 amendment specifies that these requirements apply to contracts for the reimbursement entered into or renewed on or after the effective date of this Act. The bill does not contain an emergency clause, and will become effective on January 1, 2016.

Public Employees' Benefit Board (PEBB)

Passage of this bill could result in an increase in overall premium costs of 0.28 percent for PEBB medical/Rx plans Providence administers resulting in a fiscal impact of \$2,947,204 for the 2015-17 biennium and \$3,929,605 for the 2017-19 biennium. These costs constitute a minimal increase in overall premium costs for PEBB and its members.

Oregon Educators Benefit Board (OEBB)

Passage of this bill could result in an increase in overall premium costs of 0.28 percent for OEBB medical/Rx plans administered by Moda resulting in a fiscal impact of \$1,023,195 for the 2015-17 biennium and \$2,728,521 for the 2017-19 biennium. These costs constitute a minimal increase in overall premium costs for OEBB and its members.

Department of Consumer and Business Services (DCBS)

The fiscal impact of this bill to DCBS is anticipated to be minimal.

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