DIGEST

The digest printed below was prepared by House Legislative Services. It constitutes no part of the legislative instrument. The keyword, one-liner, abstract, and digest do not constitute part of the law or proof or indicia of legislative intent. [R.S. 1:13(B) and 24:177(E)]

HB 547 Original

2018 Regular Session

LeBas

Abstract: Bans the practice known informally as the "gag rule on pharmacists" by prohibiting penalties on pharmacists for disclosure of certain information on the cost of prescription drugs.

<u>Proposed law</u> prohibits health insurers and pharmacy benefit managers from offering or agreeing to a contract provision which penalizes a pharmacy or pharmacist for disclosing information to a customer regarding any of the following:

- (1) The cost of a prescription medication to the customer.
- (2) The availability of any therapeutically equivalent alternative medication or alternative methods of purchasing the prescription medication, including, without limitation, paying a cash price, that are less expensive to the customer than the cost of the prescription medication.

<u>Proposed law</u> establishes that a contract provision penalizes a pharmacy or pharmacist if it prohibits the disclosure authorized in <u>proposed law</u> or disadvantages a pharmacy or pharmacist that makes such a disclosure.

<u>Proposed law</u> prohibits health insurers and pharmacy benefit managers from requiring an individual to make a payment at the point of sale for a covered prescription medication in an amount in excess of the least of the following amounts:

- (1) The applicable copayment for the prescription medication.
- (2) The allowable claim amount for the prescription medication.
- (3) The amount that an individual would pay for the prescription medication if he purchased the medication without using a health plan or any other source of prescription medication benefits or discounts.

<u>Proposed law</u> stipulates that any provision of a contract that violates the prohibition established in <u>proposed law</u> shall be void and unenforceable, and shall constitute an unfair trade practice pursuant to present law.

<u>Proposed law</u> requires the commissioner of insurance to enforce the provisions of <u>proposed law</u>.

Provides that after receiving a properly submitted request, the commissioner may audit a pharmacy services contract for compliance with the provisions of <u>proposed law</u>.

(Adds R.S. 22:1019.11-1019.13)