The original instrument and the following digest, which constitutes no part of the legislative instrument, were prepared by Christine Arbo Peck.

DIGEST 2019 Regular Session

Mills

<u>Present law</u> authorizes the La. Department of Health to implement a prior approval process for Medicaid prescription drugs. <u>Proposed law</u> retains <u>present law</u> and mandates a single preferred drug list that shall include all therapeutic drug classes that are subject to prior authorization.

<u>Proposed law</u> authorizes the La. Department of Health to remove pharmacy services from Medicaid managed care organization contracts and assume direct responsibility for all Louisiana Medicaid pharmacy services. <u>Proposed law</u> provides that if the department administers the Medicaid pharmacy program through use of one or more Medicaid managed care organization pharmacy benefit managers certain provisions in <u>proposed law</u> must be adhered to.

<u>Proposed law</u> provides that the department has a duty to administer the Medicaid prescription drug benefit program in the most clinically effective cost efficient manner possible. <u>Proposed law</u> requires the department to develop and submit a comprehensive plan to administer the Medicaid prescription drug program and submit the plan to the Senate and House committees on health and welfare, Senate Finance Committee, and House Appropriations Committee on February 1, 2020.

<u>Proposed law</u> prohibits a Medicaid managed care organization from using a pharmacy benefit manager for Medicaid if the pharmacy benefit manager is part of a larger company that also owns retail pharmacies.

Effective August 1, 2019.

SB 239 Engrossed

(Amends R.S. 46:153.3(B)(2)(a)(intro para); adds R.S. 46:450.7)