The original instrument and the following digest, which constitutes no part of the legislative instrument, were prepared by Cheryl B. Cooper.

DIGEST 2020 Regular Session

Barrow

<u>Present law</u> provides for regulations and definitions for third-party administrators, defining "pharmacy benefit manager" as a person, business, or other entity and any wholly or partially owned or controlled subsidiary of such entity that administers a pharmacy benefit management plan.

<u>Proposed law</u> retains <u>present law</u> and specifies that for the definitions of "pharmacy benefit manager", the management or administration of a benefit plan may include review, processing of drug prior authorization requests, adjudication of appeals and grievances related to the prescription drug benefit, contracting with network pharmacies, and controlling the cost of covered prescription drugs.

<u>Proposed law</u> provides for fairness in enrollee cost-sharing. Defines terms for purposes of <u>proposed law</u>, including "cost-sharing requirement", "enrollee", "health benefit plan", "healthcare services", "health insurance issuer", and "person".

<u>Proposed law</u> provides that when calculating an enrollee's contribution to any applicable cost-sharing requirement, a health insurance issuer shall include any cost sharing amounts paid by the enrollee or on behalf of the enrollee by another person.

<u>Proposed law</u> provides that in implementing the requirements of <u>proposed law</u>, the state shall regulate a health insurance issuer only to the extent permissible under applicable law. Allows the commissioner of insurance to promulgate rules and regulations necessary to implement <u>proposed</u> law.

Effective upon signature of the governor or lapse of time for gubernatorial action.

(Amends R.S. 22:1641(8); adds R.S. 22:976.1)

SB 289 Original