

2025 Regular Session

HOUSE BILL NO. 264

BY REPRESENTATIVE ECHOLS

Prefiled pursuant to Article III, Section 2(A)(4)(b)(i) of the Constitution of Louisiana.

INSURANCE/HEALTH: Provides for the utilization of pharmaceutical rebates by a pharmacy benefit manager

1 AN ACT

2 To amend and reenact R.S. 22:1657.1(A), relative to pharmacy benefit managers; to provide
3 for the utilization of pharmaceutical rebates; to require a pharmacy benefit manager
4 to apply certain rebates in favor of health plan sponsors; and to provide for related
5 matters.

6 Be it enacted by the Legislature of Louisiana:

7 Section 1. R.S. 22:1657.1(A) is hereby amended and reenacted to read as follows:

8 §1657.1. Pharmacy benefit manager rebate transparency ~~report~~ report; rebate
9 utilization

10 A.(1) Each pharmacy benefit manager licensed by the commissioner of
11 insurance shall submit an annual transparency report as a condition of maintaining
12 licensure.

13 (2) Each pharmacy benefit manager licensed by this state shall calculate a
14 covered individual's defined cost-sharing for each prescription drug at the point of
15 sale based on a price that is reduced by at least one hundred percent of all rebates
16 received, or to be received, in connection with dispensing or administering a
17 prescription drug. The cost savings of any rebate exceeding the defined cost-sharing
18 amount shall be passed on to the employer or sponsor of the health plan.

19 * * *

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 264 Original

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Abstract: Requires a pharmacy benefit manager to apply any prescription rebate offered to a health plan benefit recipient in excess of the total cost-sharing portion to the benefit of sponsor or employer offering the health plan.

Proposed law requires a pharmacy benefit manager to calculate a covered individual's share of the cost for a prescription drug, and then reduce it by an amount equal to 100% of any rebate offered. Proposed law further provides that if the rebate amount exceeds the cost to the covered individual, the remaining savings are passed on to the sponsor or employer providing the health plan to the covered individual.

(Amends R.S. 22:1657.1(A))