2017 Regular Session

HOUSE BILL NO. 306

## BY REPRESENTATIVE JOHNSON

Prefiled pursuant to Article III, Section 2(A)(4)(b)(i) of the Constitution of Louisiana. MEDICAID: Provides relative to pharmacy reimbursement by managed care organizations

| 1  | AN ACT  |
|----|---|
| 2  | To amend and reenact R.S. 46:460.36(D), relative to Medicaid managed care pharmacy            |
| 3  | reimbursements; to provide for the base of reimbursement for prescription drugs; and          |
| 4  | to provide for related matters.   |
| 5  | Be it enacted by the Legislature of Louisiana:  |
| 6  | Section 1. R.S. 46:460.36(D) is hereby amended and reenacted to read as follows:              |
| 7  | §460.36. Pharmacy reimbursement by managed care organizations                                 |
| 8  | * * *   |
| 9  | D. After June 15, 2016, July 1, 2017, no managed care organization shall pay                  |
| 10 | a local pharmacy a per-prescription reimbursement at a rate less than the legacy              |
| 11 | Medicaid rate. unless its contract with the department provides for a reimbursement           |
| 12 | dispute process as described in Subsection C of this Section.                                 |
| 13 | * * *   |
| 14 | Section 2. This Act shall become effective upon signature by the governor or, if not          |
| 15 | signed by the governor, upon expiration of the time for bills to become law without signature |
| 16 | by the governor, as provided by Article III, Section 18 of the Constitution of Louisiana. If  |
| 17 | vetoed by the governor and subsequently approved by the legislature, this Act shall become    |
| 18 | effective on the day following such approval.   |

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CODING: Words in struck through type are deletions from existing law; words <u>underscored</u> are additions.

## 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 306 Original | 2017 Regular Session | Johnson |
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Abstract: Requires the base of reimbursement by managed care organizations for prescription drugs to be at least equal to the legacy Medicaid rate.

<u>Present law</u> prohibits a managed care organization from paying a local pharmacy a per-prescription reimbursement at a rate less than the legacy Medicaid rate unless its contract with the La. Dept. of Health provides for a reimbursement dispute process.

Proposed law removes the requirement for a reimbursement dispute process.

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

(Amends R.S. 46:460.36(D))