

Fiscal Note

State of Alaska
2017 Legislative Session

Bill Version: SB 38
Fiscal Note Number: _____
() Publish Date: _____

Identifier: SB038-DCCED-DOI-03-24-17
Title: PHARMACY BENEFITS MANAGERS
Sponsor: GIESSEL BY REQUEST
Requester: (S) Labor and Commerce

Department: Department of Commerce, Community and
Economic Development
Appropriation: Insurance Operations
Allocation: Insurance Operations
OMB Component Number: 354

Expenditures/Revenues

Note: Amounts do not include inflation unless otherwise noted below.

(Thousands of Dollars)

	FY2018 Appropriation Requested	Included in Governor's FY2018 Request	Out-Year Cost Estimates				
OPERATING EXPENDITURES	FY 2018	FY 2018	FY 2019	FY 2020	FY 2021	FY 2022	FY 2023
Personal Services							
Travel							
Services							
Commodities							
Capital Outlay							
Grants & Benefits							
Miscellaneous							
Total Operating	0.0	0.0	0.0	0.0	0.0	0.0	0.0

Fund Source (Operating Only)

None							
Total	0.0	0.0	0.0	0.0	0.0	0.0	0.0

Positions

Full-time							
Part-time							
Temporary							

Change in Revenues

None							
Total	0.0	0.0	0.0	0.0	0.0	0.0	0.0

Estimated SUPPLEMENTAL (FY2017) cost: 0.0 (separate supplemental appropriation required)
(discuss reasons and fund source(s) in analysis section)

Estimated CAPITAL (FY2018) cost: 0.0 (separate capital appropriation required)
(discuss reasons and fund source(s) in analysis section)

ASSOCIATED REGULATIONS

Does the bill direct, or will the bill result in, regulation changes adopted by your agency? No
If yes, by what date are the regulations to be adopted, amended or repealed?

Why this fiscal note differs from previous version:

Not applicable, initial version.

Prepared By: Lori Wing-Heier, Director
Division: Division of Insurance
Approved By: Catherine Reardon, Director
Agency: Division of Administrative Services, DCCED

Phone: (907)465-2560
Date: 03/24/2017 08:30 AM
Date: 03/24/17

FISCAL NOTE ANALYSIS

STATE OF ALASKA
2017 LEGISLATIVE SESSION

BILL NO. SB38

Analysis

SB38 requires Pharmacy Benefit Managers (PBMs) to register with the director of insurance as third party administrators, and sets procedures PBMs must follow when conducting pharmacy audits. The bill also establishes procedures related to drug pricing, provides for a pharmacy appeal process related to reimbursement of multi-source generic drugs, and allows a pharmacy to request hearing with the director of the Division of Insurance under existing statute following the appeal process.

The Division of Insurance does not anticipate fiscal impact from this legislation.