By: Zerwas H.B. No. 2030

A BILL TO BE ENTITLED

1	AN ACT	

- 2 relating to the Medicaid Drug Utilization Review Program and
- 3 prescription drug use under the Medicaid program.
- 4 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:
- 5 SECTION 1. Subchapter B, Chapter 531, Government Code, is
- 6 amended by adding Sections 531.0691, 531.0692, and 531.0693 to read
- 7 as follows:
- 8 Sec. 531.0691. MEDICAID DRUG UTILIZATION REVIEW PROGRAM:
- 9 DRUG USE REVIEWS AND ANNUAL REPORT. (a) In this section:
- 10 (1) "Medicaid Drug Utilization Review Program" means
- 11 the program operated by the vendor drug program to improve the
- 12 quality of pharmaceutical care under the Medicaid program.
- 13 (2) "Prospective drug use review" means the review of
- 14 a patient's drug therapy and prescription drug order or medication
- 15 order before dispensing or distributing a drug to the patient.
- 16 (3) "Retrospective drug use review" means the review
- 17 of prescription drug claims data to identify patterns of
- 18 prescribing.
- 19 (b) The commission shall provide for an increase in the
- 20 number and types of retrospective drug use reviews performed each
- 21 year under the Medicaid Drug Utilization Review Program, in
- 22 comparison to the number and types of reviews performed in the state
- 23 fiscal year ending August 31, 2009.
- (c) In determining the number and types of drug use reviews

- 1 to be performed, the commission shall:
- 2 (1) allow for the repeat of retrospective drug use
- 3 reviews that address ongoing drug therapy problems and that, in
- 4 previous years, improved client outcomes and reduced Medicaid
- 5 spending;
- 6 (2) consider implementing disease-specific
- 7 retrospective drug use reviews that address ongoing drug therapy
- 8 problems in this state and that reduced Medicaid prescription drug
- 9 use expenditures in other states; and
- 10 (3) regularly examine Medicaid prescription drug
- 11 claims data to identify occurrences of potential drug therapy
- 12 problems that may be addressed by repeating successful
- 13 retrospective drug use reviews performed in this state and other
- 14 states.
- 15 <u>(d) In addition to any other information required by federal</u>
- 16 law, the commission shall include the following information in the
- 17 annual report regarding the Medicaid Drug Utilization Review
- 18 Program:
- 19 (1) a detailed description of the program's
- 20 activities; and
- 21 (2) estimates of cost savings anticipated to result
- 22 <u>from the program's performance of prospective and retrospective</u>
- 23 <u>drug use reviews.</u>
- (e) The cost-saving estimates for prospective drug use
- 25 reviews under Subsection (d) must include savings attributed to
- 26 drug use reviews performed through the vendor drug program's
- 27 electronic claims processing system and clinical edits screened

- 1 through the prior authorization system implemented under Section
- 2 531.073.
- 3 (f) The commission shall post the annual report regarding
- 4 the Medicaid Drug Utilization Review Program on the commission's
- 5 website.
- 6 Sec. 531.0692. MEDICAID DRUG UTILIZATION REVIEW BOARD:
- 7 CONFLICTS OF INTEREST. (a) A member of the board of the Medicaid
- 8 <u>Drug Utilization Review Program may not have a contractual</u>
- 9 relationship, ownership interest, or other conflict of interest
- 10 with a pharmaceutical manufacturer or labeler or with an entity
- 11 engaged by the commission to assist in the administration of the
- 12 Medicaid Drug Utilization Review Program.
- 13 <u>(b) The executive commissioner may implement this section</u>
- 14 by adopting rules that identify prohibited relationships and
- 15 conflicts or requiring the board to develop a conflict-of-interest
- 16 policy that applies to the board.
- 17 Sec. 531.0693. PRESCRIPTION DRUG USE AND EXPENDITURE
- 18 PATTERNS. (a) The commission shall monitor and analyze
- 19 prescription drug use and expenditure patterns in the Medicaid
- 20 program. The commission shall identify the therapeutic
- 21 prescription drug classes and individual prescription drugs that
- 22 are most often prescribed to patients or that represent the
- 23 greatest expenditures.
- (b) The commission shall post the data determined by the
- 25 commission under Subsection (a) on the commission's website and
- 26 update the information on a quarterly basis.
- 27 SECTION 2. If before implementing any provision of this Act

H.B. No. 2030

- 1 a state agency determines that a waiver or authorization from a
- 2 federal agency is necessary for implementation of that provision,
- 3 the agency affected by the provision shall request the waiver or
- 4 authorization and may delay implementing that provision until the
- 5 waiver or authorization is granted.
- 6 SECTION 3. This Act takes effect September 1, 2009.