S.B. No. 704 By: Nelson

A BILL TO BE ENTITLED

1	AN ACT
2	relating to disclosure of the prices charged to state agencies in
3	connection with pharmacy benefit manager services.
4	BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:
5	SECTION 1. Chapter 2158, Government Code, is amended by
6	adding Subchapter H to read as follows:
7	SUBCHAPTER H. PURCHASE OF PHARMACY BENEFIT MANAGER SERVICES
8	Sec. 2158.401. DEFINITION; APPLICABILITY. (a) In this
9	subchapter, "state agency" means a board, commission, department,
10	office, or other agency in the executive, legislative, or judicial
11	branch of state government that is created by the constitution or a
12	statute of this state, including an institution of higher education
13	as defined by Section 61.003, Education Code.
14	(b) This subchapter applies in relation to a state agency
15	contract or proposed contract for pharmacy benefit manager services
16	without regard to whether the contract or proposed contract is
17	otherwise subject to this subtitle.
18	Sec. 2158.402. REQUIRED DISCLOSURE. (a) A state agency on
19	request of another state agency shall disclose information relating
20	to the amounts charged by a pharmacy benefit manager for pharmacy
21	benefit manager services provided under a prescription drug program
22	and other requested pricing information related to a contract for
23	pharmacy benefit manager services. A state agency shall provide
24	information requested under this section not later than the 30th

- 1 day after the date the information is requested.
- 2 (b) Subsection (a) does not require a state agency to
- 3 disclose information the agency is specifically prohibited from
- 4 disclosing under a contract with a pharmacy benefit manager
- 5 <u>executed before September 1, 2009.</u>
- 6 (c) A contract entered, amended, or extended on or after
- 7 September 1, 2009, may not contain a provision that prohibits a
- 8 state agency from disclosing under this subchapter information on
- 9 the amounts charged by a pharmacy benefit manager for pharmacy
- 10 benefit manager services provided under a prescription drug program
- 11 or from disclosing under this subchapter other pricing information
- 12 <u>related to the contract.</u>
- 13 Sec. 2158.403. CONFIDENTIALITY. The information received
- 14 by a state agency under Section 2158.402 is confidential. The state
- 15 agency that receives the information shall maintain the
- 16 confidentiality of the information by ensuring that only officers,
- 17 employees, and agents of the state agency who have a need to know
- 18 the information have access to the information. The information
- 19 may not be disclosed to a person outside of the state agency and its
- 20 agents.
- 21 SECTION 2. This Act takes effect September 1, 2009.