By: Nelson

S.B. No. 704

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

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

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