

By: Paxton

S.B. No. 1780

A BILL TO BE ENTITLED

AN ACT

relating to value-based arrangements for prescription drugs in Medicaid.

BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:

SECTION 1. Section 531, Government Code, is amended by adding Section 531.0701 to read as follows:

Sec. 531.0701. VALUE-BASED ARRANGEMENTS. Subject to 531.071, the commission may enter into a written agreement with a manufacturer of prescription drugs as defined by 42 U.S.C. Section 1396r-8(k)(5) and its subsequent amendments, including a subsidiary or affiliate of a manufacturer, based on outcomes data, or other metrics agreed to in writing by the state and a pharmaceutical manufacturer.

SECTION 2. The Health and Human Services Commission shall amend contracts with managed care plans to ensure those contracts comply with Section 531.0701, Government Code, as added by this Act.

SECTION 3. This Act takes effect September 1, 2019.