## SECOND REGULAR SESSION

## SENATE BILL NO. 962

## 100TH GENERAL ASSEMBLY

INTRODUCED BY SENATOR ARTHUR.

Read 1st time January 30, 2020, and ordered printed.

5085S.04I

ADRIANE D. CROUSE, Secretary.

## AN ACT

To amend chapter 376, RSMo, by adding thereto one new section relating to prescription drug costs.

Be it enacted by the General Assembly of the State of Missouri, as follows:

Section A. Chapter 376, RSMo, is amended by adding thereto one new 2 section, to be known as section 376.2027, to read as follows:

376.2027. 1. As used in this section, the following terms shall mean:

- 3 (1) "Defined cost-sharing", a deductible payment or coinsurance 4 amount imposed on a covered individual for a covered prescription 5 drug under the enrollee's health benefit plan;
- 6 (2) "Drug", the same meaning as is ascribed to such term in 7 section 376.1350;
- 8 (3) "Enrollee", the same meaning as is ascribed to such term in 9 section 376.1350;
- 10 (4) "Health benefit plan", the same meaning as is ascribed to such term in section 376.1350;
- 12 (5) "Health carrier", the same meaning as is ascribed to such term 13 in section 376.1350;
- 14 (6) "Prescription insulin drug", a drug that contains insulin and 15 is used to control blood glucose levels to treat diabetes, except that 16 such term shall not include an insulin drug that is administered to a 17 patient intravenously;
- 18 (7) "Pharmacy", the same meaning as is ascribed to such term in section 338.210;
- 20 (8) "Rebate", any discount, negotiated concession, or other 21 payment provided by a pharmaceutical manufacturer, pharmacy, or

SB 962 2

27

2829

30

31 32

33

34 35

36

37

39

40

41 42

44

45

46 47

48

health benefit plan to an entity to sell, provide, pay, or reimburse a pharmacy or other entity in the state for the dispensing or 24administration of drugs on behalf of itself or another entity;

- 25 (9) "Trade secret", the same meaning as is ascribed to such term 26 in section 417.4523.
  - 2. An enrollee's defined cost-sharing for each prescription insulin drug shall be calculated at the point of sale based on a price that is reduced by an amount equal to at least one hundred percent of all rebates received, or to be received, in connection with the dispensing or administration of the drug.
  - 3. Nothing in this section shall preclude a health carrier from decreasing a covered individual's defined cost-sharing by an amount greater than that required under subsection 2 of this section.
- 4. In complying with the provisions of this section, no health carrier or its agents shall be required to publish or otherwise reveal information regarding the actual amount of rebates a health carrier 38 receives on a product, manufacturer, or pharmacy-specific basis. Such information shall be protected as a trade secret, shall not be a public record under chapter 610, and shall not be disclosed directly or indirectly. A health carrier shall impose the confidentiality protections of this section on any vendor or other third party that performs health care or administrative services on behalf of the health carrier and which may receive or have access to rebate information.
  - 5. If any provision of this section or the application thereof to anyone or to any circumstance is held invalid, the remainder of this section and the application of such provisions to others or other circumstances shall not be affected thereby.