SSB 6246 - S AMD 675 By Senator Carlyle

NOT CONSIDERED 02/26/2016

1 On page 118, after line 27, insert the following:

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- 3 "(tt) (i) Within amounts appropriated within this section, the 4 authority shall coordinate with the agency medical directors group,
- 5 which shall consist of the medical directors of state agencies that
- 6 purchase or reimburse for prescription drugs, to examine prescription
- 7 drug purchasing methods and develop strategies to:
- 8 (A) Promote and improve drug price transparency for taxpayers; and
- 9 (B) Implement innovative, value-based drug purchasing approaches
- 10 for state-purchased health care programs that maximize purchasing
- 11 power to the extent possible under current federal law, with the goal
- 12 of reducing the impacts of high prescription drug prices on taxpayers.
- 13 (ii) The agency medical directors group shall:
- 14 (A) Evaluate state and federal regulations regarding the
- 15 purchase of prescription drugs and examine the current tools and
- 16 statutory authority for state agencies to leverage the purchase of
- 17 drugs;
- 18 (B) Conduct an environmental scan of best purchasing
- 19 strategies in other states and seek evidence-based consultation, as
- 20 determined necessary;
- 21 (C) Identify current limitations on agency programs to
- 22 manage drug spending and explore strategies to assure quality and to
- 23 mitigate annual cost increases;
- 24 (D) Develop recommendations to improve and expand the
- 25 current tools and statutory authority which focus on innovative,
- 26 value-based approaches to the purchase of prescription drugs and
- 27 improving drug price transparency; and

1		(E)	Commu	nicate	e with	other	purcha	asers,	ind	cluding	he	alth
2	insurance	carri	ers,	self-	-insured	l enti	ties,	local	gov	vernment	s,	and
3	states to	sh	are	and	coordin	ate <u>r</u>	prescri	ption	dr	ug pur	cha	sing
4	strategies,	to t	the ex	ktent j	possible	÷.						
5	(iii) 7	The a	uthor	ity sh	all, in	_ coord:	ination	with	the	agency	med	ical
_			-		_			_				

6 directors group, develop a work plan to implement this subsection. The
7 authority shall coordinate with joint select committee on health care
8 oversight and shall submit a report to this committee outlining its

9 progress by December 1, 2016. $^{"}$

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EFFECT: Requires Health Care Authority, in collaboration with other state agency prescription drug purchasers, to improve drug price transparency and improve drug purchasing approaches.

FISCAL IMPACT: None

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