

**Legislative Fiscal Office**

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**Joint Committee on  
Ways and Means**

Senator Elizabeth Steiner, Senate Co-Chair  
Representative Tawna Sanchez, House Co-Chair

Senator Fred Girod, Senate Co-Vice Chair  
Representative David Gomberg, House Co-Vice Chair  
Representative Greg Smith, House Co-Vice Chair

Amanda Beitel, Legislative Fiscal Officer  
Tom MacDonald, Deputy Legislative Fiscal Officer (Budget)  
Paul Siebert, Deputy Legislative Fiscal Officer (Audit/IT)

**To:** Human Services Subcommittee  
**From:** Tom MacDonald, Legislative Fiscal Office  
**Date:** June 7, 2023  
**Subject:** HB 2725 – Relating to pharmacy benefit managers  
Work Session Recommendations

HB 2725 prohibits pharmacy benefit managers from retroactively denying or reducing payments on claims after adjudication unless they or the pharmacy agree that payment was incorrect due to clerical error. The measure also prohibits a pharmacy benefit manager from imposing fees on pharmacies after point of sale and requires notification for any rejected or reduced claim for reimbursement of a prescription drug.

The fiscal impact of the measure results from the potential need for one position in the Department of Consumer and Business Services (DCBS) related to any increased workload for compliance reviews and addressing complaints. The measure does not include budgetary adjustments to establish a new position dedicated for this work. An increase in the agency’s Other Funds expenditure limitation and position authority during the 2023-25 biennium may be necessary if the level of compliance reviews and complaints cannot be addressed by existing staff.

**Final Subcommittee Action**

LFO recommends that HB 2725 be moved to the Ways and Means Full Committee.

MOTION: I move HB 2725 to the Full Committee with a do pass recommendation.  
(VOTE)

**Carriers**

Full Committee: \_\_\_\_\_

House Floor: \_\_\_\_\_

Senate Floor: \_\_\_\_\_