

PROPOSED AMENDMENT

HB 1327 # 8

DIGEST

Pharmacy benefit managers. Changes the ownership reporting requirements for insurers, third party administrators, and pharmacy benefit managers. Allows auditing to occur two times per calendar year (rather than at least two times per calendar year). Allows pharmacy benefit managers to redact proprietary information and trade secrets when disclosing information requested by a contract holder. Requires an auditor to be mutually agreed upon by the contract holder and pharmacy benefit manager. Requires a pharmacy benefit manager to confirm a request for information requested by a contact holder within 20 days instead of providing the requested information within the 20 day time frame.

-
- 1 Page 7, delete lines 12 through 17, begin a new line block indented
2 and insert:
3 **"(I) A list identifying the following and indicating the**
4 **percentage of ownership, if applicable:**
5 **(A) Stockholders that hold at least ten percent (10%) of the**
6 **voting securities.**
7 **(B) Investors holding at least an interest of at least ten**
8 **percent (10%).**
9 **(C) Partners.**
10 **(D) Corporate officers and directors.**
11 **(E) Trustees.**
12 **(F) If an association, each member of the association.**
13 **(G) Each affiliate, including:**
14 **(i) a chart with the relationship of the affiliate to the**
15 **insurer, third party administrator, or pharmacy benefit**
16 **manager; and**
17 **(ii) whether the affiliate is an insurer."**
18 Page 7, line 38, delete "department of insurance." and insert
19 **"department."**
20 Page 9, line 18, strike "at least".
21 Page 9, line 20, delete ":" and insert **"data specific to the contract**
22 **holder:"**.
23 Page 9, line 36, delete "only".

- 1 Page 9, line 38, delete "." and insert "**or to redact proprietary**
 - 2 **information or trade secrets.**".
 - 3 Page 9, line 42, delete "only".
 - 4 Page 10, line 2, delete "." and insert "**or to redact proprietary**
 - 5 **information or trade secrets.**".
 - 6 Page 10, line 16, after "manager;" insert "**or**".
 - 7 Page 10, delete line 21.
 - 8 Page 10, line 22, delete "(C)" and insert "**(B)**".
 - 9 Page 10, line 23, delete "(D)" and insert "**(C)**".
 - 10 Page 10, line 24, delete "(E)" and insert "**(D)**".
 - 11 Page 10, line 24, delete "an auditor as long as the auditor is a" and
 - 12 insert "**a mutually agreed upon auditor.**".
 - 13 Page 10, delete line 25.
 - 14 Page 11, line 10, delete "provide any information requested in" and
 - 15 insert "**confirm receipt of a request for**".
- (Reference is to HB 1327 as printed January 30, 2024.)