

HB 2692 A STAFF MEASURE SUMMARY**Carrier:** Sen. Fagan**Senate Committee On Health Care****Action Date:** 04/22/19**Action:** Do pass the A-Eng bill.**Vote:** 4-0-1-0**Yeas:** 4 - Fagan, Knopp, Linthicum, Monnes Anderson**Exc:** 1 - Beyer**Fiscal:** Has minimal fiscal impact**Revenue:** No revenue impact**Prepared By:** Brian Nieubuurt, LPRO Analyst**Meeting Dates:** 4/22**WHAT THE MEASURE DOES:**

Requires the Pharmacy and Therapeutics Committee (Committee) to publish on the Oregon Health Authority's (OHA) website within seven days recommendations concerning Practitioner-Managed Prescription Drug Plan. Requires OHA Director to approve, disapprove, or modify Committee recommendations as soon as practicable and publish the decision on the OHA website. Permits OHA Director to allow the immediate implementation of a recommendation if it is determined necessary to protect patient safety or to comply with state or federal requirements. Requires OHA Director to reconsider any decision to approve, disapprove, or modify a recommendation upon the request of any interested person filed no later than seven days after publication of the decision on the OHA website. Declares emergency, effective on passage.

ISSUES DISCUSSED:

- Ability to obtain better pricing by expediting prescription drug approval process

EFFECT OF AMENDMENT:

No amendment.

BACKGROUND:

In 2001, the Legislative Assembly enacted Senate Bill 819, which created the Practitioner-Managed Prescription Drug Plan (PMPDP). The PMPDP requires the state's Medicaid plan, the Oregon Health Plan (OHP), to maintain a list of the most cost-effective drugs to prescribe for fee-for-service enrollees (i.e., those not enrolled in managed care). This list is called the Preferred Drug List (PDL). New prescriptions for non-preferred physical health drugs (not listed on the PDL) require prior authorization, which refers to when a health care provider needs advance approval from a health plan to deliver medication. Health plans may require prior authorization before a drug that is not on the list can be dispensed, requiring the prescriber to receive approval from the payer before the prescription can be filled.

The Pharmacy and Therapeutics Committee (Committee) is an 11-member advisory committee of physicians, pharmacists, and consumer representatives. The Committee is responsible for performing drug use review and making drug policy recommendations for OHP. According to the Committee, their mission is to encourage safe, effective, and innovative drug policies that promote high-value medications for patients served by OHP and other health care programs administered by the Oregon Health Authority (OHA). The Committee is responsible for evidence-based review of drug use research, clinical guidance and education, making recommendations to OHA, and maintaining the state's PDL. In these duties, the Committee considers in order of priority: the safety and efficacy of the drugs being considered, the ability of Oregonians to access effective prescription drugs that are appropriate for their clinical conditions, and substantial differences in costs of drugs within the same therapeutic class.

HB 2692 A STAFF MEASURE SUMMARY

House Bill 2692-A modifies the amount of time the Pharmacy and Therapeutics Committee and the Oregon Health Authority have to approve and publish drug policy recommendations.