

COMMITTEE ON LEGISLATIVE RESEARCH
OVERSIGHT DIVISION

FISCAL NOTE

L.R. No.: 1061S.01I
Bill No.: SB 299
Subject: Department of Commerce and Insurance; Pharmacy; Insurance - Health;
Consumer Protection
Type: Original
Date: March 10, 2025

Bill Summary: This proposal enacts provisions relating to cost-sharing for prescription drugs.

FISCAL SUMMARY

ESTIMATED NET EFFECT ON GENERAL REVENUE FUND			
FUND AFFECTED	FY 2026	FY 2027	FY 2028
Total Estimated Net Effect on General Revenue	\$0	\$0	\$0

ESTIMATED NET EFFECT ON OTHER STATE FUNDS			
FUND AFFECTED	FY 2026	FY 2027	FY 2028
	\$0 to	\$0 to	\$0 to
State Road Fund	(Unknown, could exceed \$250,000)	(Unknown, could exceed \$250,000)	(Unknown, could exceed \$250,000)
Total Estimated Net Effect on <u>Other</u> State Funds	\$0 to (Unknown, could exceed \$250,000)	\$0 to (Unknown, could exceed \$250,000)	\$0 to (Unknown, could exceed \$250,000)

***Oversight** assumes this proposal could result in a cost to the MoDOT-MSHP and local medical plans that could potentially be passed on to members.

Numbers within parentheses: () indicate costs or losses.

ESTIMATED NET EFFECT ON FEDERAL FUNDS			
FUND AFFECTED	FY 2026	FY 2027	FY 2028
Total Estimated Net Effect on <u>All</u> Federal Funds	\$0	\$0	\$0

ESTIMATED NET EFFECT ON FULL TIME EQUIVALENT (FTE)			
FUND AFFECTED	FY 2026	FY 2027	FY 2028
Total Estimated Net Effect on FTE	0	0	0

☒ Estimated Net Effect (expenditures or reduced revenues) expected to exceed \$250,000 in any of the three fiscal years after implementation of the act or at full implementation of the act.

☐ Estimated Net Effect (savings or increased revenues) expected to exceed \$250,000 in any of the three fiscal years after implementation of the act or at full implementation of the act.

ESTIMATED NET EFFECT ON LOCAL FUNDS			
FUND AFFECTED	FY 2026	FY 2027	FY 2028
	\$0 to	\$0 to	\$0 to
Local Government	(Unknown)	(Unknown)	(Unknown)

***Oversight** assumes this proposal could result in a cost to the MoDOT-MSHP and local medical plans that could potentially be passed on to members.

FISCAL ANALYSIS

ASSUMPTION

§354.535- Cost Sharing Prescription Drugs

Officials from the **Missouri Department of Transportation** state this bill may increase costs for PBMs, which will likely pass on costs to the MoDOT-MSHP medical plan. This would have an unknown negative impact to the State Road Fund.

Since it is unknown if this proposal will result in a cost to the medical plan that could pass on to members, **Oversight** will range the fiscal impact as \$0 to Unknown, greater than \$250,000 to the State Road Fund. Oversight assumes this proposal could have a fiscal impact on local political subdivisions.

Officials from the **Missouri Consolidated Health Care Plan**, the **Department of Commerce and Insurance**, the **Department of Social Services**, the **Missouri Department of Conservation**, the **Oversight Division** and **Kansas City** each assume the proposal will have no fiscal impact on their respective organizations.

Oversight notes that the above mentioned agencies have stated the proposal would not have a direct fiscal impact on their organization. Oversight does not have any information to the contrary. Therefore, Oversight will reflect a zero impact on the fiscal note for this agencies.

Officials from the **Department of Public Safety - Missouri Highway Patrol** defer to the Missouri Department of Transportation for the potential fiscal impact of this proposal.

<u>FISCAL IMPACT – State Government</u>	FY 2026 (10 Mo.)	FY 2027	FY 2028
STATE ROAD FUND			
Cost – MoDOT (§354.535) Cost Sharing Prescription Drugs	<u>\$0 to</u> <u>(Unknown,</u> <u>could exceed</u> <u>\$250,000)</u>	<u>\$0 to</u> <u>(Unknown,</u> <u>could exceed</u> <u>\$250,000)</u>	<u>\$0 to</u> <u>(Unknown,</u> <u>could exceed</u> <u>\$250,000)</u>
ESTIMATED NET EFFECT TO THE STATE ROAD FUND	<u>\$0 to</u> <u>(Unknown,</u> <u>could exceed</u> <u>\$250,000)</u>	<u>\$0 to</u> <u>(Unknown,</u> <u>could exceed</u> <u>\$250,000)</u>	<u>\$0 to</u> <u>(Unknown,</u> <u>could exceed</u> <u>\$250,000)</u>

***Oversight** assumes this proposal could result in a cost to the MoDOT-MSHP and local medical plans that could potentially be passed on to members.

<u>FISCAL IMPACT – Local Government</u>	FY 2026 (10 Mo.)	FY 2027	FY 2028
LOCAL POLITICAL SUBDIVISIONS			
Cost – (§354.535) Cost Sharing Prescription Drugs	<u>\$0 to</u> <u>(Unknown)</u>	<u>\$0 to</u> <u>(Unknown)</u>	<u>\$0 to</u> <u>(Unknown)</u>
ESTIMATED NET EFFECT TO LOCAL POLITICAL SUBDIVISIONS	<u>\$0 to</u> <u>(Unknown)</u>	<u>\$0 to</u> <u>(Unknown)</u>	<u>\$0 to</u> <u>(Unknown)</u>

***Oversight** assumes this proposal could result in a cost to the MoDOT-MSHP and local medical plans that could potentially be passed on to members.

FISCAL IMPACT – Small Business

A direct fiscal impact to health carrier or pharmacy benefits manager could be expected as a result of this proposal.

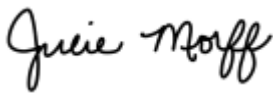
FISCAL DESCRIPTION

This act requires an enrollee in an HMO or health benefit plan to pay only the usual and customary retail price of a prescription drug if the cost-sharing applied by an HMO or health carrier exceeds the usual and customary retail price, and provides that there shall be no further charge to the enrollee or plan sponsor for such prescription. This legislation is not federally

mandated, would not duplicate any other program and would not require additional capital improvements or rental space.

SOURCES OF INFORMATION

Department of Commerce and Insurance
Department of Public Safety - Missouri Highway Patrol
Department of Social Services
Missouri Department of Conservation
Missouri Department of Transportation
Missouri Consolidated Health Care Plan
Oversight Division
Kansas City



Julie Morff
Director
March 10, 2025



Jessica Harris
Assistant Director
March 10, 2025