

FISCAL NOTE
Requested by Legislative Council
04/09/2021

Amendment to: Engrossed HB 1032

- 1 A. **State fiscal effect:** *Identify the state fiscal effect and the fiscal effect on agency appropriations compared to funding levels and appropriations anticipated under current law.*

| | 2019-2021 Biennium | | 2021-2023 Biennium | | 2023-2025 Biennium | |
|-----------------------|--------------------|-------------|--------------------|-------------|--------------------|-------------|
| | General Fund | Other Funds | General Fund | Other Funds | General Fund | Other Funds |
| Revenues | | | | \$486,000 | | \$972,000 |
| Expenditures | | | | \$486,000 | | \$972,000 |
| Appropriations | | | | | | |

- 1 B. **County, city, school district and township fiscal effect:** *Identify the fiscal effect on the appropriate political subdivision.*

| | 2019-2021 Biennium | 2021-2023 Biennium | 2023-2025 Biennium |
|-------------------------|--------------------|--------------------|--------------------|
| Counties | | | |
| Cities | | | |
| School Districts | | | |
| Townships | | | |

- 2 A. **Bill and fiscal impact summary:** *Provide a brief summary of the measure, including description of the provisions having fiscal impact (limited to 300 characters).*

HB 1032 creates a new chapter under 26.1 which requires prescription drug cost transparency by analyzing data on various drugs and posting information on a state website.

- B. **Fiscal impact sections:** *Identify and provide a brief description of the sections of the measure which have fiscal impact. Include any assumptions and comments relevant to the analysis.*

The analysis and website information will need to be administered by a 3rd party vendor.

3. **State fiscal effect detail:** *For information shown under state fiscal effect in 1A, please:*

- A. **Revenues:** *Explain the revenue amounts. Provide detail, when appropriate, for each revenue type and fund affected and any amounts included in the executive budget.*

The Board of Pharmacy may deposit money based on licensing fees into an account associated with the Insurance Department.

- B. **Expenditures:** *Explain the expenditure amounts. Provide detail, when appropriate, for each agency, line item, and fund affected and the number of FTE positions affected.*

The revenue of these deposits will be used to pay for the cost of the program, vendors and website from the drug pricing fund.

- C. **Appropriations:** *Explain the appropriation amounts. Provide detail, when appropriate, for each agency and fund affected. Explain the relationship between the amounts shown for expenditures and appropriations. Indicate whether the appropriation or a part of the appropriation is included in the executive budget or relates to a continuing appropriation.*

1032 creates a continuing appropriation. Utilizing revenues from fees assessed by the Board of Pahrarmacy, the Insurance Department will make expenditures to hire consultants to analyse the data that manufacturers are required to provide, and create a website on which this data will be provided to the public.

Name: Jessica Davis

Agency: Insurance Department

Telephone: 7013210260

Date Prepared: 04/08/2021