

DRAFT

DREBM146

LEGISLATURE OF THE STATE OF IDAHO
Fifty-ninth Legislature Second Regular Session - 2008

IN THE _____

_____ BILL NO. _____

BY _____

AN ACT

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MAIN TITLE HERE

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Be It Enacted by the Legislature of the State of Idaho:

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SECTION 1. That Title 56, Idaho Code, be, and the same is hereby amended by the addition thereto of a NEW CHAPTER, to be known and designated as Chapter 14, Title 56, Idaho Code, and to read as follows:

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CHAPTER 14

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Idaho Prescription Drug Program

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56-1401. SHORT TITLE. This chapter shall be known and may be cited as the "Idaho Prescription Drug Program."

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56-1402. DEFINITIONS. As used in this chapter:

(1) "Pharmacy benefit manager" means an entity that, in addition to being a prescription drug claims processor, negotiates and executes contracts with pharmacies, manages preferred drug lists, negotiates rebates with prescription drug manufacturers and serves as an intermediary between the Idaho Prescription Drug Program, prescription drug manufacturers and pharmacies.

(2) "Prescription drug claims processor" means an entity that processes and pays prescription drug claims, adjudicates pharmacy claims, transmits prescription drug prices and claims data between pharmacies and the Idaho Prescription Drug Program and processes related payments to pharmacies.

(3) "Program price" means the reimbursement rates and prescription drug prices established by the administrator of the Idaho Prescription Drug Program.

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56-1403. PROGRAM CREATED - PURPOSE. The Idaho Prescription Drug Program is hereby established in the Idaho department of health and welfare.

The purpose of the program is to:

(1) Purchase prescription drugs or reimburse pharmacies for prescription drugs in order to receive discounted prices and rebates;

(2) Make prescription drugs available at the lowest possible cost to participants in the program; and