

SB 210 (Bramble, C) Anticipated Fiscal Impact:

\$0.62 million increase in medical costs for the 7/2014-6/2015 State risk pool plan year.

Because it is not possible for PEHP's PBM to differentiate between synchronized drugs and all other generic drugs with 28 or less day supply, at least 187,000 prescriptions will be impacted and members will pay about \$629,166 less than they would otherwise. As a result, the state risk pool will have to make up the difference.

- This fiscal impact can be mitigated in one of two ways:
 - Not require prorating.
 - PEHP changing generic copayments to make the impact of the bill cost neutral.

The following is our financial analysis:

- Number of State of Utah scripts reported in the previous plan year (7/12 through 6/13) = 780,217
- Estimated number of scripts filled for 1-27 day supply: 187,252
- Realized average copayment for a prescription filled for less than a 28 day supply = \$5.18
- Average copayment if adjudicated with a copay factor = \$1.82
- Aggregate Impact = $(\$5.18 - \$1.82) * 187,252 = \$629,166$