

HCR 2, CONCURRENT RESOLUTION DIRECTING PEHP REGARDING PHARMACEUTICAL REBATES (Thurston, N.)

Anticipated Fiscal Impact:

None.

This resolution would have an overall cost of \$2.48 per member per month (about \$2 million overall) in lost rebate revenue for the state employee health plan by reducing member costs at the time a drug is purchased. This resolution directs PEHP to make the value of the rebates available to members purchasing a drug at the time of purchase. By giving the value of the rebates directly to the members who purchased drugs, and not to the plan, it creates a cost to the plan. However, the resolution's intent language requires this cost to the plan to be offset by increasing employee premium or reducing benefits in order to be cost neutral to the State.