



Fiscal Note
2nd Sub. H.B. 527 (Gray)
 2026 General Session
 Pharmacy Pricing Amendments
 by Hall, Katy



General, Income Tax, and Uniform School Funds

JR4-4-101

	Ongoing	One-time	Total
Net GF/ITF/USF (rev.-exp.)	\$(543,900)	\$(90,700)	\$(634,600)

State Government

UCA 36-12-13(2)(c)

Revenues	FY 2026	FY 2027	FY 2028
Total Revenues	\$0	\$0	\$0

To the extent that an entity violates the provisions of this bill and pays the financial obligation, this could increase General Fund revenue by up to \$2,500 per violation, per day.

Expenditures	FY 2026	FY 2027	FY 2028
Other Financing Sources	\$0	\$256,000	\$256,000
Other Financing Sources, One-time	\$42,700	\$0	\$0
General Fund	\$0	\$232,000	\$232,000
General Fund, One-time	\$38,700	\$0	\$0
Income Tax Fund	\$0	\$311,900	\$311,900
Income Tax Fund, One-time	\$52,000	\$0	\$0
Total Expenditures	\$133,400	\$799,900	\$799,900

The requirements for pharmacy benefit managers could increase expenditures for the state employee health plan by \$133,400 one-time in FY 2026 and \$799,900 ongoing beginning in FY 2027. Funding is allocated at follows: for FY 2026 \$90,700 from General Fund/Income Tax Fund and \$42,700 from other funding sources. For FY 2027 \$634,900 from General Fund/Income Tax Fund and \$256,000 from other funding sources.

	FY 2026	FY 2027	FY 2028
Net All Funds	\$(133,400)	\$(799,900)	\$(799,900)

Local Government

UCA 36-12-13(2)(c)

Enactment of this legislation could impact local entities by an estimated \$1.08 per member per month. For local entities covered by PEHP, this could result in an aggregate impact of \$1,287,700 annually. The aggregate cost to entities covered by private insurers is unknown.

Individuals & Businesses

UCA 36-12-13(2)(c)

To the extent that an entity violates the provisions of this bill, this could cost certain offenders up to \$2,500 per violation, per day. The aggregate cost is unknown.

Regulatory Impact

UCA 36-12-13(2)(d)

Enactment of this legislation could result in a small increase in the regulatory burden for Utah residents or businesses.

Performance Evaluation

JR1-4-601

This bill does not create a new program or significantly expand an existing program.

Notes on Notes

Fiscal explanations estimate the direct costs or revenues of enacting a bill. The Legislature uses them to balance the budget. They do not measure a bill's benefits or non-fiscal impacts like opportunity costs, wait times, or inconvenience. A fiscal explanation is not an appropriation. The Legislature decides appropriations separately.