



State of Utah

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Insurance Department

JONATHAN T. PIKE
Insurance Commissioner

BULLETIN 2023-3

To: Insurers Offering a Health Benefit Plan
From: Jonathan T. Pike, Insurance Commissioner
Date: March 2, 2023
Subject: **Calendar Year 2024 Insulin Prescription Caps**

The Utah Insurance Department issues this Bulletin pursuant to Utah Code § 31A-22-626, Coverage of Diabetes, and Utah Admin. Code R590-200, Diabetes Treatment and Management. This Bulletin notifies an insurer offering a health benefit plan of the annual inflation adjustment cap to the average wholesale price for insulin.

A policy issued or renewed during the 2024 calendar year with a 30-day prescription supply must offer at least one insulin in each therapy category. A 30-day prescription supply cap is set at \$28.00 for § 31A-22-626(4)(a) and \$92.00 for § 31A-22-626(6)(b).

The calculation of the insulin cap is based on data provided by the Public Employees Health Plan (PEHP). PEHP calculated the Average Wholesale Price per Milliliter (AWP/mL) of insulin for calendar years 2019 through 2022. PEHP included all modes of insulin and all therapy categories in the calculation of the average AWP/mL.

| Calendar Year | Avg AWP/mL | % change in AWP/mL |
|---------------|------------|--------------------|
| 2019 | \$40.18 | n/a |
| 2020 | \$37.85 | -5.8% |
| 2021 | \$36.31 | -4.1% |
| 2022 | \$36.83 | 1.5% |

For 2024 plans, the \$30 and \$100 caps in place for 2021 are adjusted as follows:

$$2024 \text{ cap} = (2022 \text{ Avg AWP/mL} / 2019 \text{ Avg AWP/mL}) * \text{Base Cap}$$

or

$$2024 \text{ low cap} = (36.83 / 40.18) * \$30 = \$27.50, \text{ rounded to the nearest dollar} = \$28$$

$$2024 \text{ high cap} = (36.83 / 40.18) * \$100 = \$91.66, \text{ rounded to the nearest dollar} = \$92$$

The annual price of insulin through the Utah Insulin Savings Program, pursuant to § 31A-22-626(6)(a), is available at <https://www.utahinsulin.net/>.

An insurer with questions related to this Bulletin is advised to contact the Health and Life Division at health.uid@utah.gov.

DATED this 2nd day of March 2023.



Jonathan T. Pike
Insurance Commissioner