May 25, 2018

The Honorable Thomas V. Mike Miller, Jr. President of the Senate H–107 State House Annapolis, MD 21401

Dear Mr. President:

In accordance with Article II, Section 17 of the Maryland Constitution, I have vetoed Senate Bill 1079 – *Pharmacy Benefits Managers* – *Revisions*.

This bill imposes specified requirements and prohibitions on pharmacy benefits managers (PBMs) related to reimbursement for pharmacy services and maximum allowable cost (MAC) lists. The Insurance Commissioner is authorized to adopt regulations to govern PBMs and to establish a complaint process to address specified grievances and appeals.

House Bill 1349, which was passed by the General Assembly and signed by me, accomplishes the same purpose. Therefore, it is not necessary for me to sign Senate Bill 1079.

Sincerely,

Lawrence J. Hogan, Jr. Governor