Regulatory Notice

PBM Regulations by State

National and State Level Regulatory Requirements Specific to Pharmacy Benefit Management

State: South Dakota
Last Updated: 11/09/2026

Applicable Rule(s)

S.D. Codified Laws § 58-29E-2, enacted under South Dakota's Pharmacy Benefits Management framework, governs the mandatory operational credentials and statutory oversight of Pharmacy Benefit Managers operating in the State of South Dakota. The statute highlights that a person or business entity may not act or perform business as a PBM in South Dakota without a valid license to operate as a Third Party Administrator (TPA) pursuant to South Dakota Codified Laws Chapter 58-29D.

Compliance Statement

The Pharmacy Benefit Manager maintains the required South Dakota operational credentials pursuant to S.D. Codified Laws § 58-29E-2 and maintains the license in active standing through the electronic TPA renewal process. The organization ensures ongoing regulatory compliance fulfilling good faith and fair dealing operational standards. Furthermore, the organization executes pharmacy workflows aligned with South Dakota's statutory maximum allowable cost (MAC) list 7-day update frequencies, and additional standard protections.