Regulatory Notice

PBM Regulations by State

National and State Level Regulatory Requirements Specific to Pharmacy Benefit Management

State: Alabama
Last Updated: 09/11/2026

Applicable Rule(s)

Code of Ala. § 27-45A-4 (enacted under the Alabama Pharmacy Benefits Manager Licensure and Regulation Act) establishes the statutory licensing, operational, and regulatory oversight standards for Pharmacy Benefit Managers operating in the State of Alabama. Under this statutory rule, a corporation, business, or other entity may not establish or operate as a PBM in Alabama without first applying for and obtaining a license issued by the Commissioner of the Alabama Department of Insurance (ALDOI). The statute requires applicants to submit formal corporate credentials, fulfill regulatory fee obligations, and authorizes the Department to enforce standards regarding network management, drug auditing, and consumer data transparency. The Alabama Department of Insurance confirms that PBM licensure is mandatory. Pursuant to state statutory guidelines, approved licenses must be continuously maintained and systematically renewed on a biennial basis.

Compliance Statement

The Pharmacy Benefit Manager maintains the required Alabama Pharmacy Benefit Manager license pursuant to the statutory mandates of Code of Ala. § 27-45A-4. The Pharmacy Benefit Manager maintains verifiable records supporting its active Alabama PBM status and monitors state-level filing updates. Furthermore, the Pharmacy Benefit Manager maintains compliance with its state financial reporting mandates by completing and executing its confidential Annual Gross Pharmacy Benefit Manager Business Income Report pursuant to Code of Ala. § 27-45A-4(k).