Sixty-fifth Legislative Assembly of North Dakota

SENATE BILL NO. 2301

Introduced by

Senators Anderson, Dever, J. Lee

Representatives Kasper, Seibel, Weisz

- 1 A BILL for an Act to create and enact a new section to chapter 19-02.1 of the North Dakota
- 2 Century Code, relating to specialty pharmacy services; and to provide a penalty.

3 BE IT ENACTED BY THE LEGISLATIVE ASSEMBLY OF NORTH DAKOTA:

- 4 **SECTION 1.** A new section to chapter 19-02.1 of the North Dakota Century Code is created and enacted as follows:
- 6 Specialty pharmacy services and patient access to pharmaceuticals Pharmacy
- 7 benefits managers Penalty.
- 8 1. As used in this section:
- 9 a. "Pharmacy benefits manager" has the same meaning as in section 19-03.6-01.
- b. "Plan sponsor" has the same meaning as in section 19-03.6-01.
- 11 <u>c. "Specialty drug" means a prescription drug that:</u>
- 12 (1) <u>Is not available for order or purchase by a retail community pharmacy and</u>
- 13 <u>long-term care pharmacy, regardless of whether the drug is meant to be</u>
- 14 self-administered; and
- 15 (2) Requires special storage and has distribution or inventory limitations not
- 16 <u>available at a retail community pharmacy or long-term care pharmacy.</u>
- d. "Third-party payer" has the same meaning as in section 19-03.6-01.
- 18 <u>2. A pharmacy benefits manager or third-party payer that has an ownership interest,</u>
- either directly or through an affiliate or subsidiary, in a pharmacy shall disclose to a
- 20 <u>plan sponsor contracted payer any difference between the amount paid to a pharmacy</u>
- and the amount charged to the plan sponsor contracted payer.
- 22 3. A pharmacy benefits manager or a pharmacy benefits manager's affiliates or
- 23 <u>subsidiaries may not own or have an ownership interest in a patient assistance</u>
- 24 program and a mail order specialty pharmacy, unless the pharmacy benefits manager,

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- affiliate, or subsidiary agrees to fair competition, no self-dealing, and no interference
 with prospective economic advantage and establishes a firewall between the
 administrative functions and the mail order pharmacy.
- 4 4. A pharmacy benefits manager or third-party payer may not require pharmacy
 5 accreditation standards or recertification requirements to participate in a network
 6 which are inconsistent with, more stringent than, or in addition to the federal and state
 7 requirements for licensure as a pharmacy in this state.
- 5. A licensed pharmacy or pharmacist may dispense any and all drugs allowed under
 that license.
- 6. A pharmacy benefits manager or other third-party payer that violates this section is
 guilty of a class B misdemeanor for each violation occurrence.