## THE GENERAL ASSEMBLY OF PENNSYLVANIA

## **HOUSE BILL**

No. 921

Session of 2023

INTRODUCED BY KINKEAD, PASHINSKI, HILL-EVANS, MADDEN, ISAACSON, SIEGEL, HOWARD, RABB, MERSKI, KINSEY, BURGOS, KHAN, SANCHEZ, CIRESI, CERRATO, PARKER, OTTEN AND MADSEN, APRIL 17, 2023

REFERRED TO COMMITTEE ON HEALTH, APRIL 17, 2023

## AN ACT

- 1 Providing for the study and design of a program for importing 2 prescription drugs.
- 3 The General Assembly of the Commonwealth of Pennsylvania
- 4 hereby enacts as follows:
- 5 Section 1. Short title.
- 6 This act shall be known and may be cited as the Wholesale
- 7 Prescription Drug Importation Program Design Act.
- 8 Section 2. Definitions.
- 9 The following words and phrases when used in this act shall
- 10 have the meanings given to them in this section unless the
- 11 context clearly indicates otherwise:
- 12 "Department." The Department of Health of the Commonwealth.
- 13 "Prescription drug." As defined in 21 U.S.C. § 384(a)(3)
- 14 (relating to importation of prescription drugs).
- 15 "Program." The wholesale prescription drug importation
- 16 program designed under section 4.
- "Secretary." The Secretary of Health of the Commonwealth.

- 1 "Wholesale distributor of prescription drugs." As defined
- 2 under section 3 of the act of December 14, 1992 (P.L.1116,
- 3 No.145), known as the Wholesale Prescription Drug Distributors
- 4 License Act.
- 5 Section 3. Study on wholesale importation of prescription
- 6 drugs.
- 7 (a) General rule. -- The department shall conduct a study and
- 8 issue a report regarding the wholesale importation of
- 9 prescription drugs from Canada into this Commonwealth.
- 10 (b) Report.--At a minimum, the report shall:
- 11 (1) Identify prescription drugs with the highest 12 potential for consumer savings if imported through a program.
- 13 (2) Estimate savings to consumers and the Commonwealth 14 if a program were to be established.
- 15 (3) Evaluate the likelihood of participation in a 16 program by consumers, pharmacies, health care providers, 17 health insurance companies and other relevant stakeholders.
- 18 (4) Identify the extent to which prescription drugs
  19 imported through a program could comply with the tracking and
  20 tracing requirements of 21 U.S.C. §§ 360eee (relating to
  21 definitions) and 360eee-1 (relating to requirements) prior to
  22 the importation of the drugs into this Commonwealth.
- 23 (5) Estimate the costs of operating a program.
- 24 (6) Identify a method of financial support for a
  25 program, including, but not limited to, a charge or fee per
  26 prescription drug.
- 27 (7) Assess, in consultation with the Office of Attorney 28 General, the potential for anticompetitive behavior.
- 29 (8) Provide legislative recommendations regarding the 30 establishment of a program.

- 1 (c) Report submission.—The secretary shall submit the
- 2 report to the following no later than one year after the
- 3 effective date of this section:
- 4 (1) The Governor.
- 5 (2) The President pro tempore of the Senate.
- 6 (3) The Speaker of the House of Representatives.
- 7 (4) The Majority Leader of the Senate.
- 8 (5) The Majority Leader of the House of Representatives.
- 9 (6) The Minority Leader of the Senate.
- 10 (7) The Minority Leader of the House of Representatives.
- 11 (8) The chairperson and minority chairperson of the
- 12 Appropriations Committee of the Senate.
- 13 (9) The chairperson and minority chairperson of the
- 14 Appropriations Committee of the House of Representatives.
- 15 (10) The chairperson and minority chairperson of the
- 16 Health and Human Services Committee of the Senate.
- 17 (11) The chairperson and minority chairperson of the
- 18 Health Committee of the House of Representatives.
- 19 Section 4. Wholesale prescription drug importation program.
- 20 (a) Design. -- The department, in consultation with interested
- 21 stakeholders and appropriate Federal officials, shall design a
- 22 wholesale prescription drug importation program.
- 23 (b) Program.--The program shall:
- 24 (1) Identify methods to ensure that imported
- 25 prescription drugs meet the safety, effectiveness and other
- 26 standards of the United States Food and Drug Administration.
- 27 (2) Identify methods of:
- 28 (i) procuring prescription drugs from Canadian
- 29 prescription drug suppliers identified under paragraph
- 30 (4); and

- 1 (ii) distributing prescription drugs procured under 2 subparagraph (i) throughout this Commonwealth.
- 3 (3) Evaluate the benefits and disadvantages of
  4 designating and licensing an agency within the department as
  5 a wholesale distributor of prescription drugs for the
  6 purposes of this act.
- 7 (4) Identify Canadian prescription drug suppliers 8 regulated under the laws of Canada or under one or more 9 Canadian provinces.
- 10 (5) Identify ways to ensure that only prescription drugs
  11 expected to generate substantial savings are imported into
  12 this Commonwealth.
- 13 (6) Identify an efficient way of administering and 14 marketing the program.
- 15 (c) Transmission of program design.—The secretary shall 16 transmit a copy of the program design to the following within 17 one year after the submission of the report under section 3(c):
- 18 (1) The Governor.
- 19 (2) The President pro tempore of the Senate.
- 20 (3) The Speaker of the House of Representatives.
- 21 (4) The Majority Leader of the Senate.
- 22 (5) The Majority Leader of the House of Representatives.
- 23 (6) The Minority Leader of the Senate.
- 24 (7) The Minority Leader of the House of Representatives.
- 25 (8) The chairperson and minority chairperson of the 26 Appropriations Committee of the Senate.
- 27 (9) The chairperson and minority chairperson of the 28 Appropriations Committee of the House of Representatives.
- 29 (10) The chairperson and minority chairperson of the 30 Health and Human Services Committee of the Senate.

- 1 (11) The chairperson and minority chairperson of the
- 2 Health Committee of the House of Representatives.
- 3 (d) Construction. -- Nothing in this section shall be
- 4 construed as establishing a program or giving the department the
- 5 authority to establish a program.
- 6 Section 5. Effective date.
- 7 This act shall take effect immediately.