LC000737

## 2021 -- H 5611

# STATE OF RHODE ISLAND

### IN GENERAL ASSEMBLY

### JANUARY SESSION, A.D. 2021

### AN ACT

### RELATING TO BUSINESSES AND PROFESSIONS -- PHARMACIES -- PRESCRIPTIONS

Introduced By: Representatives Noret, Casimiro, Vella-Wilkinson, Alzate, Corvese, Craven, Amore, Casey, S Lima, and Lombardi Date Introduced: February 18, 2021

Referred To: House Health & Human Services

It is enacted by the General Assembly as follows:

- SECTION 1. Section 5-19.1-19 of the General Laws in Chapter 5-19.1 entitled
  "Pharmacies" is hereby amended to read as follows:
- 3

#### 5-19.1-19. Pharmacists -- Substitution of drugs.

4 (a) Pharmacists when dispensing a prescription shall, unless requested otherwise by the 5 individual presenting the prescription in writing, substitute drugs containing all the same active chemical ingredients of the same strength, quantity, and dosage form as the drug requested by the 6 7 prescriber from approved prescription drug products in accordance with the provisions of § 21-31-8 16, unless ordered by the prescribing physician to dispense as brand name necessary on the 9 prescription form, or if the prescriber gives oral direction to that effect to the dispensing pharmacist. 10 The requirements of this section shall not apply to an order to dispense a drug for immediate 11 administration to a licensed hospital, nursing facility or hospice facility in-patient. The pharmacist 12 will make a product selection from approved prescription drug products and shall pass the savings 13 on to the ultimate consumer. When a drug product selection is made, the pharmacist shall indicate 14 the product dispensed on the written prescription or on the oral prescription, which has been 15 reduced to writing, or product information may be maintained on a computerized system if 16 information is readily retrievable.

(b) As used in the section, "cost sharing" means the share of costs, covered by insurance,
 which is paid out of pocket. This term includes deductibles, coinsurance, and copayments, or
 similar charges, but it does not include premiums, balance billing amounts for non-network

- 1 providers, or the cost of non-covered services.
- 2 (c) Pharmacists, when dispensing a prescription, shall inform the customer whether their
- 3 available cost-sharing benefits exceed the actual retail price of the prescription sought, in the
- 4 <u>absence of prescription drug coverage.</u>
- 5 SECTION 2. Chapter 27-20.8 of the General Laws entitled "Prescription Drug Benefits" is
- 6 hereby amended by adding thereto the following section:
- 7 27-20.8-3. Pharmacy benefit manager.
- 8 (a) As used in this section, "pharmacy benefit manager" means a person or entity who
- 9 contracts with a pharmacy on behalf of an insurer, health plan, or third-party administrator to
- 10 <u>administer or manage prescription drug benefits.</u>
- 11 (b) No medical insurance carrier or pharmacy benefit manager shall penalize or prohibit in
- 12 any manner, a pharmacy's disclosure to an individual purchasing prescription medication relative
- 13 to information regarding the cost of the prescription medication to the individual or the availability
- 14 of any therapeutically equivalent alternative medications or alternative methods of purchasing the
- 15 prescription medication, including, but not limited to, paying a cash price, that are less expensive
- 16 than the cost of the prescription medication available to the individual, as required by § 5-19.1-19.
- 17 SECTION 3. This act shall take effect upon passage.

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### **EXPLANATION**

## BY THE LEGISLATIVE COUNCIL

## OF

## AN ACT

## RELATING TO BUSINESSES AND PROFESSIONS -- PHARMACIES -- PRESCRIPTIONS

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1 This act would require pharmacists to notify their customers whether their cost sharing 2 benefits exceed the actual retail price of the prescription sought, in the absence of prescription drug 3 coverage. It would also prevent medical insurance companies and pharmacy benefit managers from 4 penalizing a pharmacy for informing their prescription purchasers of alternative substitute drugs 5 that are less expensive than those sought. 6 This act would take effect upon passage.

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