# FIRST ENGROSSMENT

Sixty-second Legislative Assembly of North Dakota

## **ENGROSSED HOUSE BILL NO. 1422**

Introduced by

Representatives Weisz, Devlin, Kilichowski

Senators Dever, Uglem, Heckaman

- 1 A BILL for an Act to create and enact a new section to chapter 23-01 of the North Dakota
- 2 Century Code, relating to electronic drug prior authorization standards; and to provide for a
- 3 report to the legislative management.

## 4 BE IT ENACTED BY THE LEGISLATIVE ASSEMBLY OF NORTH DAKOTA:

5 SECTION 1. A new section to chapter 23-01 of the North Dakota Century Code is created
6 and enacted as follows:

## 7 <u>Electronic drug prior authorization and transmission - Limitations.</u>

- 8 <u>1.</u> Effective August 1, 2013, a drug prior authorization request must be accessible and
- 9 <u>submitted by a health care provider and must be accepted by a group purchaser</u>
- 10 <u>electronically through a secure electronic transmission. For purposes of this section, a</u>
- 11 <u>facsimile is not an electronic transmission.</u>
- 12 <u>2.</u> <u>Effective August 1, 2013, electronic transmission devices used to communicate a</u>
- 13 prescription to a pharmacist may not use any means or permit any other person to use
- 14 any means, including alerts, advertising, messaging, and popup advertisements, to
- 15 <u>influence or attempt to influence through economic incentives or otherwise the</u>
- 16 prescribing decision of a prescribing practitioner at the point of care. Such means may
- 17 <u>not be triggered by or be in specific response to the input, selection, or act of a</u>
- 18 prescribing practitioner or the prescribing practitioner's staff in prescribing a certain
- 19 pharmaceutical or directing a patient to a certain pharmacy. Any alert, advertising,
- 20 messaging, or popup advertisements must be supported by scientific evidence and
- 21 must be consistent with the federal food and drug administration regulations for
- 22 advertising pharmaceutical products.

## 23 SECTION 2. ELECTRONIC DRUG PRIOR AUTHORIZATION STANDARDIZATION AND

24 **TRANSMISSION - REPORT TO LEGISLATIVE MANAGEMENT.** During the 2011-12 interim,

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- 1 the state department of health and the health information technology advisory committee shall
- 2 work together to establish an outline on how best to standardize drug prior authorization request
- 3 transactions between providers and group purchasers. The outline must be designed with the
- 4 goal of maximizing administrative simplification and efficiency in preparation for electronic
- 5 transmissions and alignment with standards that are or will potentially be used nationally. By
- 6 January 1, 2012, the state department of health and the health information technology advisory
- 7 committee shall provide a report to the legislative management regarding the outline on how
- 8 best to standardize drug prior authorization request transactions between providers and group
- 9 purchasers.