Sixty-fifth Legislative Assembly of North Dakota

## **SENATE BILL NO. 2258**

Introduced by

Senators Klein, Armstrong, Casper

Representatives Dockter, Keiser, Vigesaa

- 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 pharmacy claim fees and pharmacy rights; to provide a penalty; and
- 3 to provide for application.

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

5 SECTION 1. A new section to chapter 19-02.1 of the North Dakota Century Code is created
6 and enacted as follows:

7	Pharmacy	claim f	fees and	pharmacy	rights -	Pharmacy	/ benefits manage	rs - Penalty.
				· · · · · · · · · · · · · · · · · · ·			v	

8	<u>1.</u>	<u>As ı</u>	used in this section:
9		<u>a.</u>	"Pharmacy benefits manager" has the same meaning as in section 19-03.6-01.
10		<u>b.</u>	"Plan sponsor" has the same meaning as in section 19-03.6-01.
11		<u>C.</u>	"Third-party payer" has the same meaning as in section 19-03.6-01.
12	<u>2.</u>	<u>A pl</u>	narmacy benefits manager or third-party payer may not directly or indirectly charge
13		<u>or h</u>	old a pharmacy responsible for a fee related to a claim:
14		<u>a.</u>	That is not apparent at the time of claim processing;
15		<u>b.</u>	That is not reported on the remittance advice of an adjudicated claim; or
16		<u>C.</u>	After the initial claim is adjudicated at the point of sale; or.
17		<u>d.</u>	To which a pharmacy did not clearly agree in a writing signed by both parties.
18	<u>3.Pł</u>	harm	acy performance measures or pay for performance pharmacy networks shall utilize
19			the electronic quality improvement platform for plans and pharmacies or other
20			unbiased nationally recognized entity aiding in improving pharmacy performance
21			measures.

a. <u>A pharmacy benefits manager or third-party payer may not collect a fee from a</u>
 pharmacy if the pharmacy's performance scores or metrics fall within the criteria
 identified by the electronic quality improvement platform for plans and

Sixty-fifth Legislative Assembly

1			pharmacies or other unbiased nationally recognized entity aiding in improving			
2			pharmacy performance measures.			
3		<u>b.</u>	If a pharmacy benefits manager or third-party payer imposes a fee upon a			
4			pharmacy for scores or metrics or both scores and metrics that do not meet those			
5			established by the electronic quality improvement platform for plans and			
6			pharmacies or other nationally recognized entity aiding in improving pharmacy			
7			performance measures, a pharmacy benefits manager or third-party payer is			
8			limited to applying the fee to the professional dispensing fee outlined in the			
9			pharmacy contract.			
10		<u>C.</u>	A pharmacy benefits manager or third-party payer may not impose a fee relating			
11			to performance metrics on the cost of goods sold by a pharmacy.			
12	<u>4.</u>	<u>A p</u>	harmacy benefits manager or third-party payer may not charge a patient a			
13		<u>cop</u>	ayment that exceeds the cost of the medication. If a patient pays a copayment, the			
14		<u>dis</u> p	pensing provider or pharmacy mayshall retain the adjudicated cost and the			
15		pha	armacy benefits manager or third-party payer may not redact the adjudicated cost.			
16	<u>5.</u>	<u>A p</u>	A pharmacy benefits manager or third-party payer may not prohibit a pharmacist or			
17		pha	armacy from participating in a class action lawsuit. A pharmacy or pharmacist may			
18		<u>disc</u>	close to the plan sponsor or to the patient information regarding the adjudicated			
19		<u>reir</u>	nbursement paid to the pharmacy which is compliant under the federal Health			
20		Ins	urance Portability and Accountability Act of 1996 [Pub. L. 104-191; 110 Stat. 1936;			
21		<u>29</u>	<u>U.S.C. 1181 et seq.].</u>			
22	<u>6.</u>	<u>A p</u>	harmacist or pharmacy that belongs to a pharmacy service administration			
23		<u>org</u>	anization may receive a copy of a contract the pharmacy service administration			
24		org	anization entered with a pharmacy benefits manager or third-party payer on the			
25		pha	armacy's or pharmacist's behalf.			
26	<u> </u>	<u> </u>	harmacy or pharmacist may decline to provide pharmacist services or products on			
27		<u>ber</u>	nalf of a pharmacy benefits manager or third-party payer.			
28	<u>8.7.</u>	<u>A p</u>	harmacy or pharmacist may provide relevant information to a patient if the patient			
29		<u>is a</u>	cquiring prescription drugs. This information may include the cost and clinical			
30		<u>effi</u>	cacy of a more affordable alternative drug if one is available. Gag orders of such a			
31		<u>nat</u>	ure placed on a pharmacy or pharmacist are prohibited.			

Sixty-fifth Legislative Assembly

1	<u><del>9.</del>8.</u>	A pharmacy or pharmacist may mail or deliver drugs to a patient as an ancillary		
2	1	service of a pharmacy.		
3	<u> <del>10.</del>9.</u>	A pharmacy benefits manager or third-party payer may not prohibit a pharmacist or		
4		pharmacy from charging a shipping and handling fee to a patient requesting a		
5	1	prescription be mailed or delivered.		
6	<u> <del>11.</del>10.</u>	AUpon request, a pharmacy benefits manager or third-party payer shall provide a		
7		pharmacy or pharmacist with the processor control number, bank identification		
8		number, and group number for each pharmacy network established or administered by		
9		a pharmacy benefits manager to enable the pharmacy to make an informed		
10	1	contracting decision.		
11	<u><del>12.</del>11.</u>	A pharmacy benefits manager or third-party payer may not require pharmacy		
12		accreditation standards or recertification requirements inconsistent with, more		
13		stringent than, or in addition to federal and state requirements for licensure as a		
14	1	pharmacy in this state.		
15	<u><del>13.</del>12.</u>	A pharmacy benefits manager or other third-party payer that violates this section is		
16		guilty of a class B misdemeanor for violation occurrence.		
17	17 SECTION 2. APPLICATION. This Act applies to contracts and agreements in effect on and			
18	18 after the effective date of this Act.			