

Sixty-second  
Legislative Assembly  
of North Dakota

## ENGROSSED SENATE BILL NO. 2122

Introduced by

Human Services Committee

(At the request of the State Board of Pharmacy)

1 A BILL for an Act to amend and reenact subsections 3 and 4 of section 19-02.1-14.1 of the  
2 North Dakota Century Code, relating to electronic prescriptions.

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

4 **SECTION 1. AMENDMENT.** Subsections 3 and 4 of section 19-02.1-14.1 of the North  
5 Dakota Century Code are amended and reenacted as follows:

6 3. If a practitioner prescribes a drug by its brand name, the pharmacist may exercise  
7 professional judgment in the economic interest of the patient by selecting a drug  
8 product with the same generic name and demonstrated therapeutical equivalency as  
9 the one prescribed for dispensing and sale to the patient unless the practitioner  
10 specifically indicates in the practitioner's own handwriting "brand medically necessary"  
11 on a written prescription or expressly indicates that an oral prescription is to be  
12 dispensed as communicated. If the prescription is created electronically by the  
13 prescriber, the required legend must appear on the practitioner's screen. The  
14 practitioner must take a specific overt action to include the "brand medically  
15 necessary" language with the electronic transmission. The pharmacist shall note the  
16 instructions on the file copy of the prescription, or maintain the digital record as  
17 transmitted if it is an electronic prescription. A reminder legend must be placed on all  
18 prescription forms or appear on the computer screen of the electronic prescribing  
19 system. The legend must state "In order to require that a brand name product be  
20 dispensed, the practitioner must handwrite the words 'brand medically necessary'."  
21 The legend printed on the prescription form or appearing on the prescriber's computer  
22 screen must be in at least six-point uppercase print or font. The pharmacist may not  
23 substitute a generic name drug product unless its price to the purchaser is less than  
24 the price of the prescribed drug product. In addition, a pharmacist may not substitute

1 drug products in the following dosage forms: enteric coated tablets, controlled release  
2 products, injectable suspensions other than antibiotics, suppositories containing active  
3 ingredients for which systemic absorption is necessary for therapeutic activity, and  
4 different delivery systems for aerosol and nebulizer drugs. In the event that any drug  
5 listed above is, subsequent to January 1, 1982, determined to be therapeutically  
6 equivalent, then the previously mentioned substitution ban is automatically removed  
7 for that drug. The pharmacist shall inform the person receiving the drug when a  
8 prescription for a brand name drug product does not require that the prescribed drug  
9 be dispensed and of the person's right to refuse a generic name drug product selected  
10 by the pharmacist. The pharmacy file copy of every prescription must include the  
11 brand name, if any, or the name of the manufacturer, packer, or distributor of the  
12 generic name drug dispensed. A pharmacist who selects and dispenses a  
13 therapeutically equivalent generic name drug product shall assume no greater liability  
14 for selecting the dispensed drug product than would be incurred in filling a prescription  
15 for a drug product prescribed by its generic name. The practitioner is not liable for the  
16 substitution made by a pharmacist.

- 17 4. In the case of a prescription for which a maximum allowable cost program for  
18 purposes of reimbursement has been established under title XIX of the federal Social  
19 Security Act, the following also apply:
- 20 a. If the practitioner has instructed the pharmacist to dispense as written, the words  
21 "brand medically necessary" must also be written on the prescription in the  
22 practitioner's own handwriting, or appear as part of the electronic prescription as  
23 noted in subsection 3. The pharmacist may dispense a therapeutically equivalent  
24 generic name drug product if this handwritten or electronic instruction does not  
25 appear on the prescription.
- 26 b. If the pharmacist is instructed orally to dispense a brand name drug as  
27 prescribed, the pharmacist shall reduce the prescription to writing and shall note  
28 the instructions on the file copy of the prescription. ~~The prescription must then be~~  
29 ~~signed by the practitioner and the words "brand necessary" must also be written~~  
30 ~~on the prescription in the practitioner's own handwriting.~~

- 1           c. If the practitioner has not instructed the pharmacist to dispense a brand name
- 2           drug or medicine and the patient specifically requests a brand name drug or
- 3           medicine, the patient shall pay the difference between the price to the patient of
- 4           the brand name drug or medicine and the therapeutically equivalent generic
- 5           name drug or medicine if the price of the brand name drug or medicine is higher.