Sixty-ninth Legislative Assembly of North Dakota

## **HOUSE BILL NO. 1473**

Introduced by

Representatives Nelson, Mitskog, Murphy, Bahl, O'Brien Senators Axtman, Dever, Lee

- 1 A BILL for an Act to create and enact a new subsection to section 43-15.3-08 of the North
- 2 Dakota Century Code, relating to prohibited acts of drug manufacturers; and to provide a
- 3 penalty.

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

5 SECTION 1. A new subsection to section 43-15.3-08 of the North Dakota Century Code is 6 created and enacted as follows: 7 For purposes of this subsection: 8 "Contract pharmacy" means a pharmacy that has a contract with a covered 9 entity to receive and dispense drugs to the covered entity's patients on its 10 behalf. 11 (2) "Covered entity" means an entity participating or authorized to participate in 12 a federal drug discount program under 42 U.S.C. 256b. 13 "Drug" means a drug purchased under reduced pricing under section 340B 14 of the federal Public Health Service Act [42 U.S.C. 201 et seq.] by a covered 15 entity. 16 Except as otherwise provided under section 43-15.3-09, it is a class B <u>b.</u> 17 misdemeanor for a manufacturer, an agent or affiliate of that manufacturer, virtual 18 manufacturer, or third-party logistics provider of a manufacturer's drugs, to: 19 **(1)** Directly or indirectly deny, restrict, prohibit, or otherwise interfere with the 20 acquisition of a drug by a contract pharmacy on behalf of a covered entity 21 unless receipt of the drug is prohibited by federal law. 22 Prohibit a contract pharmacy from dispensing a drug by denying access to (2) 23 the drug.

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1	<u>(3)</u>	Require a covered entity or contract pharmacy to submit any claims,
2		encounter, or utilization data as a condition for acquiring or receiving a drug,
3		unless the claims, encounter, or utilization data sharing is required by
4		federal law.
5	(4)	Interfere with the ability of a covered entity or contract pharmacy to
6		dispense a drug to an eligible patient of the covered entity.
7	<u>(5)</u>	Offer or otherwise make available a drug in the form of a rebate, unless in
8		the form of a discount at the time of sale and authorized under federal law.
9	<u>c.</u> <u>Thi</u>	s subsection does not apply to the limited distribution of a drug as required
10	und	der 21 U.S.C. 355-1.