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AMENDMENTS TO SENATE BILL NO. 637

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Amend Bill, page 1, lines 12 and 13, by striking out all of 1 2 said lines and inserting providing for pharmaceutical pricing transparency. 3 Amend Bill, page 1, lines 19 through 23; page 2, lines 1 4 through 27; by striking out all of said lines on said pages and 5 6 inserting 7 Section 635.8. Pharmaceutical Pricing Transparency.--(a) The Insurance Department shall annually collect information on 8 pharmaceutical retail pricing. 9 Amend Bill, page 2, line 28, by striking out "(c)" and 10 inserting 11 12 (b) Amend Bill, page 2, line 29, by striking out "commission" and 13 14 inserting 15 department 16 Amend Bill, page 4, by inserting between lines 15 and 16 17 (vi) The aggregate amount of all rebates that the manufacturer has provided to all payers, including, but not 18 limited to, insurers and pharmacy benefit managers, for the sale 19 of each drug within this Commonwealth. 20 Amend Bill, page 4, line 20, by striking out "(d)" and 21 22 inserting 23 (C) Amend Bill, page 4, line 20, by striking out "(c)" and 24 25 inserting 26 (b)

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1 Amend Bill, page 4, lines 23 through 30, by striking out all

2 of said lines and inserting

(d) A health insurer shall include the aggregate amount of 3 4 rebates it has received from pharmacy benefit managers or drug 5 manufacturers for the preceding calendar year in its annual statement filed with the department. The department shall verify 6 that all such rebates are passed on to an insurer's customer in 7 any rate filing with the department. 8 (e) Pharmacy benefit manager or insurer contracts with 9 pharmacies may not contain a provision that prohibits 10 pharmacists from disclosing information to a customer that would 11 reduce the customer's out-of-pocket costs for prescription 12 13 drugs. Amend Bill, page 5, line 1, by striking out "The commission, 14 in conjunction with the" and inserting 15 16 <u>The</u> 17 Amend Bill, page 5, line 2, by striking out the comma after 18 "Department" Amend Bill, page 5, line 4, by inserting after "section." 19 20 The department may only include in the public report the aggregate amount of rebates paid for each drug and shall not 21 22 disclose the identity of any individual payer. (g) For purposes of this section , the term "manufacturer" 23 does not include a person that engages in a business that only 24 25 repackages or relabels prescription drugs. Section 2. This act shall apply to any new or renewed 26 27 contract on or after January 1, 2018. 28 Amend Bill, page 5, line 5, by striking out "2" and inserting 3

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