

AMENDMENTS TO HOUSE BILL NO. 1993

Sponsor: SENATOR J. WARD

Printer's No. 2833

1 Amend Bill, page 1, lines 1 through 10, by striking out all
2 of said lines and inserting

3 Amending the act of November 21, 2016 (P.L.1318, No.169),
4 entitled "An act providing for pharmacy audit procedures, for
5 registration of pharmacy benefits managers and auditing
6 entities, for maximum allowable cost transparency and for
7 prescription drugs reimbursed under the PACE and PACENET
8 program; and making related repeals," further providing for
9 title of act; in preliminary provisions, further providing
10 for short title, for scope of act and for definitions and
11 providing for rules and regulations; in pharmacy audits,
12 further providing for limitations; in registration, further
13 providing for PBM and auditing entity registration; providing
14 for pharmacy benefits manager contracts; in PBM cost
15 transparency requirements, providing for PBM transparency
16 report required, repealing provisions relating to regulations
17 and providing for PSAO reporting requirements; in
18 enforcements, further providing for scope of enforcement
19 authority; providing for pharmacy services; and making
20 repeals.

21 Amend Bill, page 1, lines 13 through 18; pages 2 through 4,
22 lines 1 through 30; page 5, lines 1 through 21; by striking out
23 all of said lines on said pages and inserting

24 Section 1. The title and sections 101 and 102 of the act of
25 November 21, 2016 (P.L.1318, No.169), known as the Pharmacy
26 Audit Integrity and Transparency Act, are amended to read:

AN ACT

28 Providing for pharmacy audit procedures, for registration of
29 pharmacy benefits managers and auditing entities, for maximum
30 allowable cost transparency [and], for prescription drugs
31 reimbursed under the PACE and PACENET program and for
32 pharmacy benefit managers contract requirements and
33 prohibited activities; and making related repeals

34 Section 101. Short title.

35 This act shall be known and may be cited as the [Pharmacy

1 Audit Integrity and Transparency] Pharmacy Benefit Reform Act.
2 Section 102. Scope of act.

3 The following apply:

4 (1) This act covers any audit of the records of a
5 pharmacy conducted by a managed care company, third-party
6 payer, pharmacy benefits manager or an entity that represents
7 a covered entity.

8 (2) This act covers any contract between a pharmacy or a
9 PBM and a health insurer or a health benefit plan, or a
10 contract between a pharmacy and a PBM on behalf of a health
11 insurer or health benefit plan.

12 (3) Except for the provisions of Chapter 5, this act
13 shall not apply to a self-insured health benefit plan subject
14 to ERISA or exempted from ERISA under section 4(b) of ERISA.

15 Section 2. The definitions of "covered entity" and "health
16 insurance policy" in section 103 of the act are amended and the
17 section is amended by adding definitions to read:

18 Section 103. Definitions.

19 The following words and phrases when used in this act shall
20 have the meanings given to them in this section unless the
21 context clearly indicates otherwise:

22 "Affiliate" or "affiliated." An "affiliate" as defined in
23 section 1401 of the act of May 17, 1921 (P.L.682, No.284), known
24 as The Insurance Company Law of 1921.

25 * * *

26 "Complex or chronic medical condition." A physical
27 behavioral or developmental condition that has no known cure, is
28 progressive or can be debilitating or fatal if unmanaged or
29 untreated.

30 "Covered entity." A contract holder or policy holder
31 providing pharmacy benefits to a covered individual under a
32 health [insurance policy] benefit plan pursuant to a contract
33 administered by a pharmacy benefit manager.

34 * * *

35 "ERISA." The Employee Retirement Income Security Act of 1974
36 (Public Law 93-406, 29 U.S.C. § 1001 et seq.).

37 * * *

38 "Health benefit plan." A policy, contract or certificate
39 entered into, offered, issued or renewed by a health insurer to
40 provide, deliver, arrange for, pay for or reimburse any of the
41 costs of physical, mental or behavioral health care services.
42 The term does not include Medicare supplement or accident only,
43 fixed indemnity, limited benefit, credit, dental, vision,
44 specified disease, TRICARE supplemental insurance, long-term
45 care or disability income, workers' compensation or automobile
46 medical payment insurance.

47 * * *

48 ["Health insurance policy." A policy, subscriber contract,
49 certificate or plan that provides prescription drug coverage.
50 The term includes both comprehensive and limited benefit health
51 policies.]

1 * * *

2 "Health insurer client." The term includes both a health
3 insurer and a health benefit plan offered by a health insurer.

4 "Licensee or registrant." An entity subject to oversight of
5 the department under this act. The term includes:

6 (1) An auditing entity.

7 (2) A health insurer.

8 (3) A pharmacy benefit manager.

9 (4) A pharmacy services administration organization.

10 "Mail order pharmacy." A pharmacy where prescriptions are
11 dispensed to covered individuals via the mail.

12 "Maintenance medication." A medication prescribed for a
13 chronic, long-term condition and taken on a regular, recurring
14 basis.

15 * * *

16 "Rare medical condition." A disease or condition that
17 affects fewer than 200,000 individuals in the United States or
18 approximately 1 in 1,500 individuals worldwide.

19 "Retail pharmacy." A pharmacy where prescriptions are able
20 to be dispensed to covered individuals on the premises of the
21 pharmacy.

22 * * *

23 "Specialty drug." Either of the following:

24 (1) A prescription drug prescribed to a covered
25 individual with a cost that meets or exceeds the cost of a
26 drug on the specialty tier of Medicare Part D under 42 CFR
27 423.104(d)(2)(iv) (relating to requirements related to
28 qualified prescription drug coverage) and meets three or more
29 of the following criteria:

30 (i) The drug requires specialized product handling
31 or administration by the dispensing pharmacy.

32 (ii) The drug requires specialized clinical care,
33 including, but not limited to, frequent dosing
34 adjustments to the prescription drug, clinical monitoring
35 or expanded patient service, intensive patient counseling
36 and ongoing clinical support, such as individualized
37 disease or therapy management to support patient outcomes
38 for a covered individual.

39 (iii) The drug is prescribed for a covered
40 individual with a rare medical condition, complex or
41 chronic medical condition or life-threatening medical
42 condition.

43 (iv) The prescription drug has a limited or
44 exclusive distribution and is not typically stocked or
45 dispensed by a retail pharmacy.

46 (2) A prescription drug that is prescribed to a covered
47 individual and that is listed as a specialty drug on the
48 medical assistance fee-for-service specialty pharmacy drug
49 list.

50 "Specialty pharmacy." A pharmacy that has been nationally
51 accredited by an independent third party to dispense specialty

1 drugs.

2 "Spread pricing." A model of prescription drug pricing in
3 which the PBM charges a health benefit plan or health insurer a
4 contracted price for prescription drugs and the contracted price
5 for the prescription drugs differs from the amount the PBM
6 directly or indirectly pays the pharmacist or pharmacy for
7 prescription drugs and related pharmacist services.

8 Section 3. The act is amended by adding a section to read:
9 Section 104. Regulations.

10 Except as provided for in Chapter 10, the department may
11 promulgate regulations necessary for the administration of this
12 act.

13 Section 4. Section 303 of the act is amended by adding a
14 subsection to read:

15 Section 303. Limitations.

16 * * *

17 (c) Scrivener's error.--A scrivener's error made by a
18 pharmacy not attributed to fraud, waste or abuse that is
19 discovered during a pharmacy audit by the PBM shall result in
20 the PBM recouping the dispensing fee for that particular
21 transaction, not the entire amount for the medication received
22 by the patient.

23 Section 5. Section 501(b) of the act is amended and the
24 section is amended by adding a subsection to read:

25 Section 501. PBM and auditing entity registration.

26 * * *

27 (a.1) PSAO registration.--To conduct business in this
28 Commonwealth, a PSAO shall register with the department on an
29 application form provided by the department. The form shall
30 reflect the reporting requirements under section 705. Nothing
31 under this subsection shall be construed as requiring a health
32 insurer, health benefit plan or PBM to enter into a contract
33 with a PSAO.

34 (b) Term and fee.--

35 (1) The term of registration shall be two years from the
36 date of issuance.

37 (2) The department shall set an initial application fee
38 and a renewal application fee, which shall be submitted with
39 an application for registration. An initial application fee
40 shall be nonrefundable. A renewal application fee shall be
41 returned if the renewal of the registration is not granted.

42 (3) The amount of the initial application fee and
43 renewal application fee shall be sufficient to fund the
44 department's duties in relation to its responsibilities under
45 this chapter but may not exceed [\$1,000.]:

46 (i) \$10,000 for a PBM or auditing entity.

47 (ii) \$500 for a PSAO.

48 * * *

49 Section 6. The act is amended by adding a chapter to read:

50 CHAPTER 6

51 PHARMACY BENEFITS MANAGER CONTRACTS

1 Section 601. Contract provisions.

2 (a) General rule.--A PBM registered with the department and
3 conducting business on behalf of a health insurer client in this
4 Commonwealth may not:

5 (1) Reimburse a retail pharmacy an amount less than the
6 amount that the PBM reimburses a PBM-affiliated retail
7 pharmacy located in this Commonwealth for providing the same
8 pharmacist services.

9 (2) Reimburse a federally qualified health center,
10 health care facility or other entity participating in the
11 program under section 340(b) of the Public Health Service Act
12 (58 Stat. 682, 42 U.S.C. § 256(b)), an amount lesser than
13 similar entities not participating in the program.

14 (3) Authorize the PBM to unilaterally alter the terms of
15 a participation contract beyond the terms and conditions of
16 the original contract agreed to by a PSAO or pharmacy with a
17 PBM beyond the terms and conditions of the original contract
18 agreed to by the pharmacy or PSAO with a PBM.

19 (4) Designate a prescription drug as a specialty drug or
20 require a prescription drug to be dispensed exclusively at a
21 specialty pharmacy unless it meets the criteria of a
22 specialty drug under section 103.

23 (b) Rebates.--Beginning on the effective date of this
24 section, a PBM shall pass through to the health benefit plan no
25 less than 95% of any prescription drug manufacturer rebate
26 obtained by the PBM on behalf of a health insurer client if the
27 health benefit plan delegates negotiation of the rebate to the
28 PBM.

29 (c) Contract information.--PBM contracts shall provide
30 information to a pharmacist, pharmacy or PSAO pertaining to the
31 schedule and total for any fee charged by the PBM for
32 participation in the PBM's network.

33 Section 602. Patient steering.

34 (a) Prohibitions.--A health benefit plan, health insurer or
35 PBM contracting with a health benefit plan or health insurer may
36 not:

37 (1) Require a covered individual, as a condition of
38 payment or reimbursement, to purchase pharmacist services,
39 including, but not limited to, prescription drugs,
40 exclusively through a mail-order pharmacy or PBM retail
41 affiliate.

42 (2) Prohibit or limit a covered individual from
43 selecting an in-network pharmacy or in-network pharmacist of
44 the covered individual's choice if that pharmacy or
45 pharmacist meets and agrees to the terms and conditions,
46 including reimbursements, in the PBM's contract.

47 (3) Require a covered individual to use a PBM-affiliated
48 retail pharmacy.

49 (4) Transfer a covered individual's prescriptions from
50 an in-network pharmacy to another pharmacy unless requested
51 by the covered individual.

1 (5) Use financial incentives, including, but not limited
2 to, adjustments in cost sharing obligations of a covered
3 individual, to the exclusive benefit of a PBM-affiliated
4 retail pharmacy.

5 (6) Except as provided in subsection (b), auto-enroll a
6 covered individual in mail-order pharmacy services.

7 (b) Construction.--Nothing in this section shall be
8 construed:

9 (1) To prevent a PBM, health benefit plan or health
10 insurer from requiring a covered individual to use an
11 approved specialty pharmacy operating in the PBM's network.

12 (2) To prevent a health benefit plan, health insurer or
13 PBM contracting with a health benefit plan or health insurer,
14 from auto-enrolling a covered individual in mail-order
15 services for a maintenance medication, provided that:

16 (i) a covered individual may not be auto-enrolled
17 for the first 90 days of a new maintenance medication;
18 and

19 (ii) a covered individual shall have the ability to
20 opt out of mail-order pharmacy services at any time.

21 Section 603. Clawbacks prohibited.

22 (a) General rule.--A pharmacist, pharmacy intern or
23 technician may not charge a patient an amount for a covered
24 prescription drug that exceeds the lesser of:

25 (1) The net reimbursement paid to the pharmacy for the
26 prescription drug by the health benefit plan, health insurer
27 or PBM contracting with a health benefit plan or health
28 insurer.

29 (2) The amount an individual would pay for the
30 prescription drug if the prescription drug were purchased
31 without coverage under a health benefit plan.

32 (b) Collection of difference in cost sharing.--A health
33 benefit plan, health insurer or PBM contracting with a health
34 benefit plan or health insurer may not collect from the member
35 any difference in cost sharing the member pays to the pharmacy
36 and the member's cost sharing defined in the member's benefit
37 plan.

38 Section 604. Network adequacy.

39 (a) General rule.--A PBM shall establish a reasonably
40 adequate and accessible retail pharmacy network for the
41 provision of prescription drugs under a health benefit plan that
42 shall provide for convenient patient access to pharmacies within
43 a reasonable distance from a patient's residence in accordance
44 with the following requirements:

45 (1) The network may not be limited to affiliated
46 pharmacies only.

47 (2) The network shall meet or exceed the requirements of
48 42 CFR 423.120(a) (relating to access to covered part D drugs)
49 or a successor regulation. If a PBM fails to comply with the
50 requirements, it shall not be considered a violation if the
51 PBM contracts with all retail pharmacies within the network

1 distance standards of the health benefit plan participants.

2 (b) Report requirement.--Beginning April 1, 2026, and
3 annually thereafter, a PBM shall file with the department a
4 network adequacy report, on a form prescribed by the department,
5 describing the PBM network and the PBM network's accessibility
6 in this Commonwealth. The reports shall be posted on the
7 department's publicly accessible Internet website.

8 Section 7. The act is amended by adding a section to read:
9 Section 703.1. PBM transparency report required.

10 (a) General rule.--Beginning July 1, 2026, and annually
11 thereafter, each registered PBM shall submit to the department a
12 transparency report containing data for each health insurer
13 client in this Commonwealth from the prior calendar year. The
14 transparency report shall contain the following information:

15 (1) The aggregate amount of all rebates that the PBM
16 received from all pharmaceutical manufacturers for all health
17 insurer clients and for each health insurer client.

18 (2) The aggregate administrative fees that the PBM
19 received from all manufacturers for all health insurer
20 clients and for each health insurer client.

21 (3) The aggregate-retained rebates that the PBM received
22 from all pharmaceutical manufacturers and did not pass
23 through to health insurer clients.

24 (4) The highest, lowest and mean aggregate retained
25 rebate percentage for all health insurer clients and for each
26 health insurer client.

27 (5) For a PBM that controls or is affiliated with a
28 pharmacy, a description of any differences between what the
29 PBM reimburses or charges affiliated and nonaffiliated
30 pharmacies.

31 (b) Publication.--Within 60 days of receipt, the department
32 shall publish the transparency report under this section on the
33 department's publicly accessible Internet website in a form that
34 meets the following requirements:

35 (1) Does not disclose the name of a PBM.

36 (2) Does not directly or indirectly disclose the
37 identity of a specific health insurer client or present
38 information in a manner that can be extrapolated to identify
39 a specific health insurer client.

40 (3) Does not list the price or prices charged for a
41 specific drug or class of drugs.

42 (4) Does not specify the amount of any rebates provided
43 for a specific drug or class of drug.

44 (c) Additional categories.--The department may, by
45 regulation, direct PBMs to include additional categories for
46 aggregated data from health insurer clients in the annual
47 transparency report submitted under this section.

48 (d) Confidentiality.--

49 (1) The information submitted to the department in
50 accordance with the transparency report required under
51 subsection (a) shall be privileged and given confidential

1 treatment and shall not be:

2 (i) subject to discovery or admissible as evidence
3 in a private civil action;

4 (ii) subject to subpoena;

5 (iii) subject to access under the act of February
6 14, 2008 (P.L.6, No.3), known as the Right-to-Know Law;
7 or

8 (iv) made public by the department or any other
9 person without the prior written consent of the PBM,
10 insurer or insurance group to which it pertains, except
11 as provided in paragraph (3).

12 (2) The commissioner, the department, a person who
13 receives information under subsection (a) while acting under
14 the authority of the commissioner or department or a person
15 with whom the information is shared under this chapter shall
16 not be permitted or required to testify in a private civil
17 action concerning confidential information in the
18 transparency report.

19 (3) To assist in the performance of its regulatory
20 duties, the department may:

21 (i) Use information submitted under this section in
22 furtherance of a regulatory or legal action brought
23 pursuant to the department's official duties.

24 (ii) Share information submitted under this section
25 with the NAIC, regulatory or law enforcement officials of
26 this Commonwealth or other jurisdictions, and third-party
27 consultants, if, prior to receiving the transparency
28 report information, the recipient demonstrates by written
29 statement the necessary authority and intent to give
30 confidential treatment to the information as required by
31 this section.

32 (iii) Publish all or part of the information if,
33 after giving the entity who would be affected thereby
34 notice and opportunity to be heard, the department
35 determines that the interest of the public will be served
36 by the publication thereof.

37 (4) The sharing of information by the department under
38 this section does not constitute a delegation of regulatory
39 authority or rulemaking. The department shall be solely
40 responsible for the administration, execution and enforcement
41 of this chapter.

42 (5) The sharing of transparency report information with,
43 to or by the department as authorized by this chapter does
44 not constitute a waiver of any applicable privilege or claim
45 of confidentiality.

46 (6) Information submitted under this section that is in
47 the possession or control of the NAIC or a third-party
48 consultant as provided under this section shall:

49 (i) be confidential and privileged;

50 (ii) be exempt from access under the Right-to-Know
51 Law;

1 (iii) not be subject to subpoena; and
2 (iv) not be subject to discovery or admissible as
3 evidence in a private civil action.

4 Section 8. Section 704 of the act is repealed:

5 [Section 704. Regulations.

6 The department may promulgate regulations as necessary and
7 appropriate to implement the provisions of this chapter.]

8 Section 9. The act is amended by adding a section to read:

9 Section 704.1. PSAO reporting requirements.

10 A PSAO shall provide the following information to the
11 department and each pharmacy that has contracted for services:

12 (1) Changes in the PSAO's ownership, including a parent
13 company or subsidiary of the PSAO, no later than five days
14 prior to the change in ownership of the PSAO, the parent
15 company of a PSAO or a subsidiary of the PSAO.

16 (2) Whether the change in ownership includes a company
17 or organization that provides pharmaceutical, prescription
18 drug or device services.

19 (3) Whether the change in ownership includes a company
20 that sells or manufacturers prescription drugs, biologics or
21 medical devices.

22 Section 10. Section 901 of the act is amended to read:

23 Section 901. Scope of enforcement authority.

24 (a) Scope.--The department may investigate and enforce the
25 provisions of this act only insofar as the actions or inactions
26 being investigated relate to prescription drug coverage under a
27 health [insurance policy] benefit plan.

28 [(b) Remedy.--Actions or inactions within the scope of the
29 department's investigative and enforcement authority under
30 subsection (a) found to violate this act constitute "unfair
31 methods of competition" and "unfair or deceptive acts or
32 practices" within the meaning of section 5 of the act of July
33 22, 1974 (P.L.589, No.205), known as the Unfair Insurance
34 Practices Act. A proceeding under this section shall be
35 conducted in accordance with 2 Pa.C.S. Ch. 5 Subch. A (relating
36 to practice and procedure of Commonwealth agencies).]

37 (b.1) Examination and access to records.--The following
38 apply:

39 (1) (i) The department may order a PBM, a health
40 insurer and a PBM's affiliates to produce records, books or
41 other information as reasonably necessary to ascertain
42 compliance with this act.

43 (ii) The department may retain an expert or experts
44 as reasonably necessary to assist the department to
45 conduct an analysis of PBM business practices under this
46 paragraph. The reasonable and necessary costs for the
47 expert services shall be paid by the PBM, payable within
48 30 days of the PBM's receipt of a bill for the services.
49 Analysis under this section shall include:

50 (A) The impact of steering and spread pricing on
51 the cost of prescription drugs to consumers in this

1 Commonwealth and pharmacy access.

2 (B) The impact to consumers and pharmacies in
3 this Commonwealth by requiring a health benefit plan
4 or PBM contracting with a health benefit plan to
5 reimburse a pharmacy utilizing the national average
6 drug acquisition cost and a professional dispensing
7 fee of \$10.49.

8 (2) The department may examine or audit the books and
9 records of a PBM, a health insurer and a PBM's affiliates to
10 ascertain compliance with this act. The examination shall be
11 conducted in accordance with Article IX of the act of May 17,
12 1921 (P.L.789, No.285), known as The Insurance Department Act
13 of 1921.

14 (c) Review of specialty drugs.--The department shall
15 establish an efficient process by which a pharmacy may refer
16 designation of a prescription drug under a health benefit plan,
17 by a PBM contracting with a health benefit plan, or a health
18 insurer as a specialty drug which fails to meet the criteria
19 under section 103. No later than 60 days following the effective
20 date of this subsection, the department shall publish guidance
21 to effectuate this subsection, including the list of
22 prescription drugs classified as a specialty drug under the
23 medical assistance fee-for-service program. The list under this
24 subsection shall not be considered exclusive for the purposes of
25 review by the department under this section. The department
26 shall update guidance under this section to reflect changes in
27 specialty drugs under the medical assistance fee-for-service
28 program for each plan year.

29 (d) Penalties.--Upon the determination, after notice and
30 hearing, that this act has been violated, the commissioner may
31 impose the following penalties:

32 (1) Suspension or revocation of the licensee or
33 registrant's license, authorization to operate or
34 registration.

35 (2) Refusal to issue or renew a license, authorization
36 to operate or registration.

37 (3) A cease and desist order.

38 (4) Order reimbursement to an insured, pharmacy or
39 dispenser that has incurred a monetary loss as a result of a
40 violation of this act.

41 (5) For each violation of this act that a licensee or
42 registrant knew or reasonably should have known was a
43 violation, a penalty of not more than \$100,000, not to exceed
44 an aggregate penalty of \$1,000,000 in a single calendar year.

45 (6) For each violation of this act that a licensee or
46 registrant did not know nor reasonably should have known was
47 a violation, a penalty of not more than \$50,000, not to
48 exceed an aggregate penalty of \$500,000 in a single calendar
49 year.

50 (e) Additional remedies.--The enforcement remedies imposed
51 under this section are in addition to any other remedies or

1 penalties that may be imposed under any other applicable law of
2 this Commonwealth, including the act of July 22, 1974 (P.L.589,
3 No.205), known as the Unfair Insurance Practices Act. A
4 violation of this act shall be deemed to be an unfair method of
5 competition and an unfair or deceptive act or practice under the
6 Unfair Insurance Practices Act.

7 (f) Administrative procedure.--The administrative provisions
8 of this section shall be subject to 2 Pa.C.S. Ch. 5 Subch. A
9 (relating to practice and procedure of Commonwealth agencies).
10 A party against whom penalties are assessed in an administrative
11 action may appeal to Commonwealth Court as provided in 2 Pa.C.S.
12 Ch. 7 Subch. A (relating to judicial review of Commonwealth
13 agency action).

14 Section 11. The act is amended by adding a chapter to read:

15 CHAPTER 10

16 PHARMACY SERVICES

17 Section 1001. Definitions.

18 The following words and phrases when used in this chapter
19 shall have the meanings given to them in this section unless the
20 context clearly indicates otherwise:

21 "Board." The State Board of Pharmacy.

22 "COVID-19" or "Coronavirus disease 2019." A highly
23 contagious infectious disease caused by severe acute respiratory
24 syndrome coronavirus 2 (SARS-CoV-2).

25 "Direct and immediate personal supervision." As follows:

26 (1) Review by the pharmacist of the prescription or drug
27 order prior to dispensing.

28 (2) Verification by the pharmacist of the final product.

29 (3) Immediate availability of the pharmacist on the
30 premises to direct the work of the supervised individual and
31 to respond to questions or problems.

32 "Licensee." An individual licensed by the board.

33 "Pharmacy Act." The act of September 27, 1961 (P.L.1700,
34 No.699), known as the Pharmacy Act.

35 "Pharmacy technician." An individual who:

36 (1) Is required to be registered with the board as a
37 pharmacy technician following the promulgation of final-form
38 regulations under section 3 of the act of November 30, 2020
39 (P.L.1306, No.140), entitled "An act amending the act of
40 September 27, 1961 (P.L.1700, No.699), entitled 'An act
41 relating to the regulation of the practice of pharmacy,
42 including the sales, use and distribution of drugs and
43 devices at retail; and amending, revising, consolidating and
44 repealing certain laws relating thereto,' further providing
45 for definitions; and providing for pharmacy technician and
46 pharmacy technician trainee registration, qualifications and
47 supervision, for pharmacy technician data entry and for
48 laboratory waiver."

49 (2) May assist in the practice of pharmacy under the
50 direct and immediate personal supervision of a licensed
51 pharmacist after meeting the requirements of this act, the

1 Pharmacy Act and the regulations promulgated under this act
2 or the Pharmacy Act. The term shall not include an individual
3 performing clerical support with no direct interaction with
4 prescription medication or ability to enter a prescription
5 drug order.

6 "Practice of pharmacy." The following:

7 (1) The provision of health care services by a
8 pharmacist, which includes:

9 (i) The interpretation, evaluation and
10 implementation of medical orders for the provision of
11 pharmacy services or prescription drug orders.

12 (ii) The delivery, dispensing or distribution of
13 prescription drugs.

14 (iii) Participation in drug and device selection.

15 (iv) Drug administration.

16 (v) Drug regimen review.

17 (vi) Drug therapy management, including such
18 services provided under the Medicare Prescription Drug,
19 Improvements, and Modernization Act of 2003 (Public Law
20 108-173, 117 Stat. 2066).

21 (vii) Drug or drug-related research.

22 (viii) Compounding.

23 (ix) Proper and safe storage of drugs and devices.

24 (x) Management of drug therapy under section 9.3 of
25 the Pharmacy Act, or, if in an institutional setting,
26 consistent with the institution's assignment of clinical
27 duties pursuant to a written agreement or protocol as
28 specified in section 9.1 of the Pharmacy Act.

29 (xi) Maintaining proper records.

30 (xii) Patient counseling.

31 (xiii) Acts, services, operations or transactions
32 necessary or incident to the provision of these health
33 care services.

34 (2) The term shall not include the operations of a
35 manufacturer or distributor as defined in The Controlled
36 Substance, Drug, Device and Cosmetic Act.

37 "The Controlled Substance, Drug, Device and Cosmetic Act."
38 The act of April 14, 1972 (P.L.233, No.64), known as The
39 Controlled Substance, Drug, Device and Cosmetic Act, or the
40 Controlled Substances Act (Public Law 91-513, 84 Stat. 1236).
41 Section 1002. Administration of injectable medications,
42 biologicals and immunizations.

43 (a) General rule.--The board shall by regulation establish
44 education and training standards and practice guidelines
45 pursuant to which pharmacists shall be authorized to administer
46 injectable medications, biologicals and immunizations to
47 individuals eight years of age or older and influenza and COVID-
48 19 immunizations by injectable or needle-free delivery methods
49 to individuals five years of age or older. The standards and
50 guidelines shall include, but not be limited to, the following:

51 (1) Satisfactory completion of an academic and practical

1 curriculum approved by the board that includes the current
2 guidelines and recommendations of the Centers for Disease
3 Control and Prevention in the Public Health Service of the
4 United States Department of Health and Human Services, the
5 American Council on Pharmaceutical Education or a similar
6 health authority or professional body and includes, but is
7 not limited to, disease epidemiology, vaccine
8 characteristics, injection technique, emergency response to
9 adverse events and related topics.

10 (2) Maintenance of a current cardiopulmonary
11 resuscitation (CPR) certificate acceptable to the board.

12 (3) That the administration of injectable medications,
13 biologicals and immunizations be in accordance with a
14 definitive set of treatment guidelines established by a
15 physician and the Centers for Disease Control and Prevention,
16 Advisory Committee on Immunization Practices guidelines or
17 another competent authority approved by the board.

18 (4) That a minimum of two hours of the 30-hour
19 requirement for continuing education for license renewal be
20 dedicated to administering injectable medications,
21 biologicals and immunizations.

22 (5) For individuals under 18 years of age, that parental
23 consent be obtained prior to administration.

24 (6) Maintenance of a level of professional liability
25 insurance coverage in the minimum amount of \$1,000,000 per
26 occurrence or claims made. Failure to maintain insurance
27 coverage as required shall subject the licensees to
28 disciplinary proceedings. The board shall accept as
29 satisfactory evidence of insurance coverage any of the
30 following:

- 31 (i) personally purchased liability insurance;
- 32 (ii) professional liability insurance coverage
33 provided by the individual licensee's employer; or
- 34 (iii) similar insurance coverage acceptable to the
35 board.

36 (7) Notification of the individual's primary care
37 provider, if known, within 48 hours of administration.

38 (b) No delegation.--Except as provided under subsection (e),
39 a pharmacist's authority to administer injectable medications,
40 biologicals and immunizations shall not be delegated to any
41 other individual. A pharmacy intern who has completed a course
42 of education and training which meets the requirements of
43 subsection (a) (1) and (2) and maintains liability insurance in
44 the amounts specified under subsection (a) (6), may administer
45 injectable medications, biologicals and immunizations, in
46 keeping with the requirements under subsection (a) (3), to
47 individuals who are eight years of age or older and influenza
48 and COVID-19 immunizations by injectable or needle-free delivery
49 methods to individuals five years of age or older only under the
50 direct, immediate and personal supervision of a pharmacist
51 holding the authority to administer injectable medications,

1 biologicals and immunizations or a physician, physician
2 assistant or certified registered nurse practitioner.
3 (c) Report of administration.--A supervising pharmacist
4 shall report the administration of immunizations under this
5 section to the immunization registry maintained by the
6 Department of Health within 72 hours of immunization
7 administration and to the individual's primary care provider in
8 accordance with subsection (a)(7). Nothing in this subsection
9 shall be construed to prohibit a supervising pharmacist from
10 delegating the reporting of immunization administration to a
11 pharmacy intern or technician.
12 (d) Information and referral.--A pharmacist, pharmacy intern
13 or pharmacist technician who administers an influenza or COVID-
14 19 immunization to an individual under 18 years of age shall
15 inform the parent or adult caregiver of the importance of a
16 well-child visit with a pediatrician or other licensed primary
17 care provider and refer the patient as appropriate.
18 (e) Delegation of authority.--A pharmacist who holds the
19 authority to administer injectable medications, biologicals and
20 immunizations may delegate the authority to administer:
21 (1) Influenza and COVID-19 immunizations to a certified
22 registered nurse practitioner, physician assistant,
23 registered nurse or licensed practical nurse; or
24 (2) COVID-19 immunizations that are authorized or that
25 are licensed by the United States Food and Drug
26 Administration to individuals 13 years of age or older or
27 influenza vaccinations that are recommended by the Advisory
28 Committee on Immunization Practices to individuals 13 years
29 of age or older to a pharmacy technician if:
30 (i) The pharmacy technician:
31 (A) Until the board promulgates final
32 regulations implementing registration of pharmacy
33 technicians, holds a national certification from the
34 Pharmacy Technician Certification Board or the
35 National Healthcareer Association; or
36 (B) After the board promulgates final
37 regulations implementing registration of pharmacy
38 technicians, is registered with the board.
39 (ii) The following conditions are met:
40 (A) The supervising qualified pharmacist is
41 providing direct, immediate and personal supervision
42 to the qualified pharmacy technician who is
43 administering the immunizations or vaccinations.
44 (B) The qualified pharmacy technician has
45 completed a practical training program that is
46 approved by the Accreditation Council for Pharmacy
47 Education and that includes hands-on injection
48 technique and the recognition and treatment of
49 emergency reactions to vaccines.
50 (C) The qualified pharmacy technician has a
51 current certificate in basic cardiopulmonary

1 resuscitation.

2 (D) The qualified pharmacy technician has
3 obtained liability insurance as required under
4 subsection (a)(6) through the qualified pharmacy
5 technician's employer.

6 (E) Administration of a COVID-19 immunization or
7 influenza vaccinations shall be in keeping with the
8 requirements under subsection (a)(3).

9 Section 1003. Clinical laboratory certificate.

10 (a) Certificate.--If a pharmacy holds a valid certificate of
11 waiver issued by the Centers for Medicare and Medicaid Services,
12 a pharmacy or pharmacist may order and perform laboratory
13 examinations and procedures for COVID-19, influenza, respiratory
14 syncytial virus and streptococcal infections authorized or
15 approved by the United States Food and Drug Administration under
16 the Clinical Laboratory Improvement Amendments of 1988 (Public
17 Law 100-578, 102 Stat. 2903) and shall be exempt from the
18 requirements under section 3 of the act of September 26, 1951
19 (P.L.1539, No.389), known as The Clinical Laboratory Act.

20 (b) Designation.--A pharmacist may designate the
21 administration of a test under subsection (a) to a pharmacy
22 intern or pharmacy technician if the designation by the
23 pharmacist to a pharmacy intern or pharmacy technician and the
24 administration of the test is in keeping with nationally
25 recognized clinical practice guidelines that have not been
26 disapproved by the Department of Health through transmission to
27 the Legislative Reference Bureau for publication in the next
28 available issue of the Pennsylvania Bulletin.

29 Section 1004. Report on pharmacy-administered vaccines.

30 (a) Report.--The Department of Health shall, in consultation
31 with the board, report to the President pro tempore of the
32 Senate, the Majority Leader and the Minority Leader of the
33 Senate, the Speaker of the House of Representatives and the
34 Majority Leader and the Minority Leader of the House of
35 Representatives information concerning pharmacist activities
36 authorized under this chapter, including:

37 (1) The number of injectable medications, biologicals
38 and immunizations administered to individuals under 18 years
39 of age broken down by age.

40 (2) The number of injectable medications, biologicals
41 and immunizations administered to individuals under 18 years
42 of age broken down by type of injectable medications,
43 biologicals and immunizations.

44 (3) Subject to information being made available, an
45 assessment on whether there is a change in the number of well
46 visits for children with their primary pediatric care
47 provider attributable pharmacist services authorized under
48 this chapter.

49 (4) Beginning from the effective date of this section,
50 changes in the pharmacy immunization rates for individuals
51 under 18 years of age.

1 (b) Scope of report.--The Department of Health shall review
2 data available for injectable medications, biologicals and
3 immunizations administered by a pharmacist, pharmacy intern or
4 technician in this Commonwealth. The Department of Health shall
5 also review data available from other state governments which
6 have authorized pharmacists to provide similar pharmacy services
7 as authorized under this chapter.

8 (c) Timing of report.--The Department of Health shall report
9 its findings no later than five years following the effective
10 date of this subsection and include recommendations for changes
11 in the laws of this Commonwealth.

12 (d) Publication.--Upon completion of the report and
13 transmission of the report under subsection (a), the Department
14 of Health shall publish the findings on the Department of
15 Health's publicly accessible Internet website.

16 Section 12. Repeals are as follows:

17 (1) The General Assembly declares that the repeal under
18 paragraph (2) is necessary to effectuate the addition of
19 section 1002 of the act.

20 (2) Sections 9.2 and 9.5 of the act of September 27,
21 1961 (P.L.1700, No.699), known as the Pharmacy Act, are
22 repealed.

23 Section 13. The addition of section 1002 of the act is a
24 continuation of sections 9.2 and 9.5 of the act of September 27,
25 1961 (P.L.1700, No.699), known as the Pharmacy Act. Except as
26 otherwise provided in section 1002 of the act, all activities
27 initiated under sections 9.2 and 9.5 of the Pharmacy Act shall
28 continue and remain in full force and effect and may be
29 completed under section 1002 of the act. Orders, regulations,
30 rules and decisions which were made under sections 9.2 and 9.5
31 of the Pharmacy Act and which are in effect on the effective
32 date of section 12(2) of this act shall remain in full force and
33 effect until revoked, vacated or modified under section 1002 of
34 the act. Contracts, obligations and collective bargaining
35 agreements entered into under sections 9.2 and 9.5 of the
36 Pharmacy Act are not affected nor impaired by the repeal of
37 sections 9.2 and 9.5 of the Pharmacy Act.

38 Section 14. The following shall apply:

39 (1) The addition of Chapter 6 and section 703.1 of the
40 act shall apply to a contract issued, renewed or amended
41 after the effective date of this section.

42 (2) The following shall apply:

43 (i) For a health insurance policy for which either
44 rates or forms are required to be filed with the Federal
45 Government or the Insurance Department, this act shall
46 apply to the health insurance policy for which a form or
47 rate is first approved on or after the effective date of
48 this paragraph.

49 (ii) For a health insurance policy for which neither
50 rates nor forms are required to be filed with the Federal
51 Government or the Insurance Department, this act shall

1 apply to the health insurance policy issued or renewed on
2 or after 180 days after the effective date of this
3 paragraph.
4 Section 15. This act shall take effect as follows:
5 (1) Section 14 of this act shall take effect in 90 days.
6 (2) This section shall take effect immediately.
7 (3) The remainder of this act shall take effect in 120
8 days.