THE GENERAL ASSEMBLY OF PENNSYLVANIA

SENATE BILL No. 1167 Session of 2004

INTRODUCED BY CONTI, PIPPY, GREENLEAF, O'PAKE, KUKOVICH, WOZNIAK, ERICKSON, WENGER, WONDERLING, LEMMOND, STOUT, D. WHITE AND ORIE, JUNE 22, 2004

REFERRED TO AGING AND YOUTH, JUNE 22, 2004

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AN ACT

Amending the act of August 26, 1971 (P.L.351, No.91), entitled "An act providing for a State Lottery and administration 3 thereof; authorizing the creation of a State Lottery 4 Commission; prescribing its powers and duties; disposition of funds; violations and penalties therefor; exemption of prizes from State and local taxation and making an appropriation," 6 7 further providing for amount of rebate for certain prescription drugs. 8 9 The General Assembly of the Commonwealth of Pennsylvania 10 hereby enacts as follows: 11 Section 1. Section 705(c.1) of the act of August 26, 1971 12 (P.L.351, No.91), known as the State Lottery Law, added November 13 26, 2003 (P.L.212, No.37), is amended to read: 14 Section 705. Amount of rebate. 15 16 Rebates for other drugs for quarters beginning after December 31, 2003. -- For quarters beginning after December 31, 17 18 2003, all of the following shall apply: 19 the amount of the rebate to the Commonwealth for a

calendar quarter with respect to covered prescription drugs

- which are noninnovator multiple-source drugs shall be equal to the product of:
- (i) the applicable percentage of the average
 manufacturer price, after deducting customary prompt
 payment discounts, for each dosage form and strength of
 such drugs for the quarter; and
- 7 (ii) the number of units of such form and dosage 8 reimbursed by PACE, PACENET and designated pharmaceutical 9 programs in the quarter.
- 10 (2) For purposes of paragraph (1) and notwithstanding
 11 any provision of any other act to the contrary, the
 12 applicable percentage [is 14%] shall be no more than 11%.
- 13 * * *
- 14 Section 2. The amendment of section 705(c.1) of the act
- 15 shall be retroactive to January 1, 2004.
- 16 Section 3. This act shall take effect immediately.