## THE GENERAL ASSEMBLY OF PENNSYLVANIA

## SENATE BILL

No. 514

Session of 2015

INTRODUCED BY VANCE, KITCHEN, DINNIMAN, BAKER, VULAKOVICH, BREWSTER, MENSCH, HUGHES AND AUMENT, FEBRUARY 19, 2015

AS REPORTED FROM COMMITTEE ON HEALTH, HOUSE OF REPRESENTATIVES, AS AMENDED, JUNE 23, 2016

## AN ACT

- 1 Amending the act of November 24, 1976 (P.L.1163, No.259),
- entitled "An act relating to the prescribing and dispensing
- of generic equivalent drugs," further providing for
- definitions, for substitutions, for posting requirements, for
- powers and duties of Department of Health and for immunity of
- 6 pharmacists under certain circumstances.
- 7 The General Assembly of the Commonwealth of Pennsylvania
- 8 hereby enacts as follows:
- 9 Section 1. Section 2 of the act of November 24, 1976
- 10 (P.L.1163, No.259), referred to as the Generic Equivalent Drug
- 11 Law, is amended by adding definitions to read:
- 12 Section 2. As used in this act:
- 13 "Biological product" shall have the same meaning as
- 14 "biological product" in the Public Health Service Act (58 Stat.
- 15 <u>682, 42 U.S.C. § 207 et seq.).</u>
- 16 \* \* \*
- 17 <u>"Interchangeable biological product" means a biological</u>
- 18 product licensed by the United States Food and Drug
- 19 Administration and determined to meet the safety standards for

- 1 <u>interchangeability pursuant to the Public Health Service Act (58</u>
- 2 Stat. 682, 42 U.S.C. § 207 et seq.) or a biological product
- 3 APPROVED UNDER SECTION 505 OF THE FEDERAL FOOD, DRUG, AND
- 4 COSMETIC ACT (52 STAT. 1040, 21 U.S.C. § 355) AND determined by

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- 5 the United States Food and Drug Administration to be
- 6 therapeutically equivalent to a prescribed biological product.
- 7 \* \* \*
- 8 Section 2. Section 3(c) and (d) of the act are amended and
- 9 the section is amended by adding subsections to read:
- 10 Section 3. \* \* \*
- 11 (a.1) A pharmacist may substitute an interchangeable A <--
- 12 <u>biological product for a prescribed biological product only if:</u>
- 13 (1) the biological product IS AN INTERCHANGEABLE BIOLOGICAL <--
- 14 PRODUCT AND has been determined by the United States Food and
- 15 Drug Administration to be interchangeable with the prescribed
- 16 product;
- 17 (2) the prescriber does not designate verbally or in writing
- 18 on the prescription that substitution is prohibited; and
- 19 (3) the person presenting the prescription receives
- 20 notification of such substitution in the same manner provided in
- 21 subsection (b).
- 22 (a.2) Within a reasonable time 72 HOURS following the <--
- 23 dispensing of an interchangeable biological product, the
- 24 dispensing pharmacist or the pharmacist's designee shall
- 25 communicate to the prescriber the specific product provided to
- 26 the patient, including the name of the product and the
- 27 manufacturer. The communication shall be conveyed by making an
- 28 entry in the electronic health record of the patient, as defined
- 29 <u>in the act of July 5, 2012 (P.L.1042, No.121), known as the</u>
- 30 "Pennsylvania eHealth Information Technology Act," or through an

- 1 <u>electronic prescribing technology</u>, A PHARMACY BENEFIT MANAGEMENT <--
- 2 SYSTEM or a pharmacy record, that is electronically accessible <--
- 3 by the prescriber. Otherwise, ENTRY INTO AN ELECTRONIC RECORDS <--
- 4 SYSTEM AS DESCRIBED IN THIS SUBSECTION IS PRESUMED TO PROVIDE
- 5 NOTICE TO THE PRESCRIBER. OTHERWISE, WITHIN 72 HOURS the
- 6 pharmacist shall communicate the interchangeable biological
- 7 product dispensed to the prescriber, using facsimile, telephone,
- 8 <u>electronic transmission or other prevailing means</u>, provided that
- 9 the communication may SHALL not be required where:
- 10 (1) there is no United States Food and Drug Administration-
- 11 approved interchangeable biological product for the biological
- 12 product prescribed; or
- 13 (2) it is a refill prescription where the INTERCHANGEABLE <--

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- 14 <u>biological product dispensed is the same INTERCHANGEABLE</u>
- 15 biological product which was dispensed at the prior filling of
- 16 <u>the prescription</u>.
- 17 (a.3) Subsections (a.1) and (a.2) may not apply to a
- 18 biological product which may be dispensed without a
- 19 prescription.
- 20 \* \* \*
- 21 (c) Any pharmacist substituting a less expensive drug
- 22 product or interchangeable biological product shall charge the
- 23 purchaser the regular and customary retail price for the
- 24 generically equivalent drug or interchangeable biological
- 25 product.
- 26 (d) Each pharmacist shall maintain a record of any
- 27 substitution of a generically equivalent drug product or
- 28 <u>interchangeable biological product</u> for a prescribed brand name
- 29 drug.
- 30 \* \* \*

- 1 Section 3. Sections 4 and 5(a) and (b) of the act, amended
- 2 July 11, 1990 (P.L.509, No.121), are amended to read:
- 3 Section 4. (a) Every pharmacy shall post in a prominent
- 4 place that is in clear and unobstructed public view, at or near
- 5 the place where prescriptions are dispensed, a sign which shall
- 6 read: "Pennsylvania law permits pharmacists to substitute a less
- 7 expensive generically equivalent drug or interchangeable
- 8 <u>biological product</u> for a brand name drug unless you or your
- 9 physician direct otherwise."
- 10 (b) Every pharmacy shall post in a conspicuous place, easily
- 11 accessible to the general public, a list of commonly used
- 12 generically equivalent drugs and interchangeable biological\_
- 13 products containing the generic OR NONPROPRIETARY names and
- 14 brand names where applicable.
- 15 (c) Each pharmacy shall have available to the public a price

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- 16 listing of brand name and generic equivalent drug products and
- 17 interchangeable biological products available at the pharmacy
- 18 for selection by the purchaser.
- 19 Section 5. (a) The Department of Health shall have the
- 20 power and its duty shall be to:
- 21 (1) Administer and enforce the provisions of this act.
- 22 (2) Adopt necessary regulations consistent with this act.
- 23 (3) Publicize the provisions of this act.
- 24 (4) Publish by notice in the Pennsylvania Bulletin the
- 25 addition or deletion of generically equivalent drugs and
- 26 interchangeable biological products and any determination by the
- 27 secretary to not recognize a generically equivalent drug or
- 28 <u>interchangeable biological product</u> in accordance with subsection
- 29 (b). The department shall also provide notice that a complete
- 30 list of generically equivalent drugs and interchangeable

- 1 <u>biological products</u> may be obtained from the United States Food
- 2 and Drug Administration. This notice shall be published at least
- 3 every three months.
- 4 (b) The secretary, with the advice of the Pennsylvania Drug,
- 5 Device and Cosmetic Board, may determine that a drug shall not
- 6 be recognized as a generically equivalent drug or
- 7 <u>interchangeable biological product</u> for purposes of substitution
- 8 in Pennsylvania and the time after which recognition shall be
- 9 restored.
- 10 \* \* \*
- 11 Section 4. Section 6(a) and (b) of the act are amended to
- 12 read:
- 13 Section 6. (a) No pharmacist complying with the provisions
- 14 of this act shall be liable in any way for the dispensing of a
- 15 generically equivalent drug or interchangeable biological
- 16 product unless the generically equivalent drug or
- 17 interchangeable biological product was incorrectly substituted.
- 18 (b) In no event when a pharmacist substitutes a drug or
- 19 <u>interchangeable biological product</u> shall the prescriber be
- 20 liable in any action for loss, damage, injury or death or any
- 21 person occasioned by or arising from the use of the substituted
- 22 drug <u>or interchangeable biological product</u> unless the original
- 23 drug was incorrectly prescribed.
- 24 \* \* \*
- 25 Section 5. This act shall take effect in 60 days.