SLS 18RS-517 ORIGINAL

2018 Regular Session

SENATE BILL NO. 241

BY SENATOR MORRELL

PHARMACEUTICALS. Provides relative to pharmacist communication with patients. (8/1/18)

1	AN ACT
2	To amend and reenact R.S. 22:1657 and to enact R.S. 37:1219, relative to pharmacist
3	communication with patients; to provide for cost options regarding prescription
4	drugs; to provide for immunity; to provide for prohibited contract clauses; and to
5	provide for related matters.
6	Be it enacted by the Legislature of Louisiana:
7	Section 1. R.S. 22:1657 is hereby amended and reenacted to read as follows:
8	§1657. Pharmacy benefit managers
9	A. A pharmacy benefit manager shall be deemed to be a third-party
10	administrator for purposes of this Part. As such, all provisions of this Part shall apply
11	to pharmacy benefit managers; however, notwithstanding the provisions of R.S.
12	22:1651(F), every pharmacy benefit manager shall be required to be licensed by the
13	commissioner of insurance.
14	B.(1) No pharmacy benefit manager or other entity that administers
15	prescription drug benefits in Louisiana shall prohibit by contract a pharmacy
16	or pharmacist from informing a patient of all relevant options when acquiring
17	their prescription medication, including but not limited to the cost and clinical

1	efficacy of a more affordable alternative if one is available and the ability to pay
2	cash if a cash payment for the same drug is less than an insurance copayment
3	or deductible payment amount.
4	(2) On or after August 1, 2018, any contract provision prohibiting the
5	communication provided for in this Subsection shall be severable from the
6	contract and considered null and void and not enforceable in Louisiana.
7	Section 2. R.S. 37:1219 is hereby enacted to read as follows:
8	§1219. Affordable alternative options to prescription drugs
9	A. Pharmacists may provide sufficient information to a patient to allow
10	him an opportunity to consider all relevant options when acquiring prescription
11	medication, including but not limited to the cost and clinical efficacy of a more
12	affordable alternative if one is available and the ability to pay cash if a cash
13	payment for the same drug is less than an insurance copayment or deductible
14	payment amount.
15	B. Failure to comply with this Section shall not constitute a violation of
16	a pharmacist's standard of care regarding the patient. No pharmacist shall be
17	penalized by the board or any third party for failure to comply with the
18	provisions of this Section.
19	C.(1) No pharmacy or pharmacist shall be bound to terms of a contract
20	with a pharmacy benefit manager or other entity that administers prescription
21	drug benefits that prevent disclosure of the information provided for in this
22	Section.
23	(2) On or after August 1, 2018, any contract provision prohibiting the
24	communication provided for in this Section shall be severable from the contract
25	and considered null and void and not enforceable in Louisiana.
	The original instrument and the following digest, which constitutes no part of the legislative instrument, were prepared by Christine Arbo Peck.

DIGEST 2018 Regular Session

SB 241 Original

Morrell

Present law provides for licensure of pharmacy benefit managers by the commissioner of

Coding: Words which are struck through are deletions from existing law; words in **boldface type and underscored** are additions.

insurance. <u>Proposed law</u> prohibits pharmacy benefit managers licensed in Louisiana from imposing "gag orders" by contract on pharmacies or pharmacists which prevent them from informing the patient of cheaper alternatives when filling their prescription drug. <u>Proposed law</u> prohibits such provisions in contracts and retroactively makes null and void any such provisions in place on August 1, 2018.

<u>Proposed law</u> authorizes pharmacists to inform patients that a cheaper alternative may be available, including cash payment if a cash payment is cheaper than the patient's insurance copayment or deductible amount. <u>Proposed law</u> provides immunity for a pharmacist who does not provide the information to a patient.

Effective August 1, 2018.

(Amends R.S. 22:1657; adds R.S. 37:1219)