01/03/23 **REVISOR** SGS/NS 23-01725 as introduced

SENATE STATE OF MINNESOTA NINETY-THIRD SESSION

S.F. No. 482

(SENATE AUTHORS: KLEIN, Mann, Koran, Hoffman and Abeler)

DATE 01/19/2023 **D-PG** 308 **OFFICIAL STATUS**

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Introduction and first reading
Referred to Health and Human Services
Comm report: To pass as amended and re-refer to Commerce and Consumer Protection
Author added Abeler 03/06/2023

A bill for an act

relating to health; establishing requirements for pharmacy benefit managers and

| 1.3 1.4 | health carriers related to clinician-administered drugs; proposing coding for new law in Minnesota Statutes, chapter 62W. |
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| 1.5 | BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MINNESOTA: |
| 1.6 | Section 1. [62W.15] CLINICIAN-ADMINISTERED DRUGS. |
| 1.7 | Subdivision 1. Definitions. (a) For purposes of this section, the following definitions |
| 1.8 | apply. |
| 1.9 | (b) "Affiliated pharmacy" means a pharmacy in which a pharmacy benefit manager or |
| 1.10 | health carrier has an ownership interest either directly or indirectly, or through an affiliate |
| 1.11 | or subsidiary. |
| 1.12 | (c) "Clinician-administered drug" means an outpatient prescription drug other than a |
| 1.13 | vaccine that: |
| 1.14 | (1) cannot reasonably be self-administered by the patient to whom the drug is prescribed |
| 1.15 | or by an individual assisting the patient with self-administration; and |
| 1.16 | (2) is typically administered: |
| 1.17 | (i) by a health care provider authorized to administer the drug, including when acting |
| 1.18 | under a physician's delegation and supervision; and |

(ii) in a physician's office, hospital outpatient infusion center, or other clinical setting.

Section 1. 1

| 2.1 | Subd. 2. Prohibition on requiring coverage as a pharmacy benefit. A pharmacy |
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| 2.2 | benefit manager or health carrier shall not require that a clinician-administered drug or the |
| 2.3 | administration of a clinician-administered drug be covered as a pharmacy benefit. |
| 2.4 | Subd. 3. Enrollee choice. A pharmacy benefit manager or health carrier: |
| 2.5 | (1) shall permit an enrollee to obtain a clinician-administered drug from a health care |
| 2.6 | provider authorized to administer the drug, or a pharmacy; |
| 2.7 | (2) shall not interfere with the enrollee's right to obtain a clinician-administered drug |
| 2.8 | from their provider or pharmacy of choice, and shall not offer financial or other incentives |
| 2.9 | to influence the enrollee's choice of a provider or pharmacy; |
| 2.10 | (3) shall not require clinician-administered drugs to be dispensed by a pharmacy selected |
| 2.11 | by the pharmacy benefit manager or health carrier; and |
| 2.12 | (4) shall not limit or exclude coverage for a clinician-administered drug when it is not |
| 2.13 | dispensed by a pharmacy selected by the pharmacy benefit manager or health carrier, if the |
| 2.14 | drug would otherwise be covered. |
| 2.15 | Subd. 4. Cost-sharing and reimbursement. A pharmacy benefit manager or health |
| 2.16 | <u>carrier:</u> |
| 2.17 | (1) may impose coverage or benefit limitations on an enrollee who obtains a |
| 2.18 | clinician-administered drug from a health care provider authorized to administer the drug, |
| 2.19 | or a pharmacy, only if these limitations would also be imposed were the drug to be obtained |
| 2.20 | from an affiliated pharmacy or a pharmacy selected by the pharmacy benefit manager or |
| 2.21 | health carrier; |
| 2.22 | (2) may impose cost-sharing requirements on an enrollee who obtains a |
| 2.23 | clinician-administered drug from a health care provider authorized to administer the drug, |
| 2.24 | or a pharmacy, only if these requirements would also be imposed were the drug to be obtained |
| 2.25 | from an affiliated pharmacy or a pharmacy selected by the pharmacy benefit manager or |
| 2.26 | health carrier; and |
| 2.27 | (3) shall not reimburse a health care provider or pharmacy for clinician-administered |
| 2.28 | drugs and their administration, at an amount that is lower than would be applied to an |
| 2.29 | affiliated pharmacy or pharmacy selected by the pharmacy benefit manager or health carrier |
| 2.30 | Subd. 5. Other requirements. A pharmacy benefit manager or health carrier: |
| 2.31 | (1) shall not require or encourage the dispensing of a clinician-administered drug to an |
| 2.32 | enrollee in a manner that is inconsistent with the supply chain security controls and chain |

Section 1. 2

| .1 | of distribution set by the federal Drug Supply Chain Security Act, United States Code, title |
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| .2 | 21, section 360eee, et seq.; |
| .3 | (2) shall not require a specialty pharmacy to dispense a clinician-administered medication |
| .4 | directly to a patient with the intention that the patient will transport the medication to a |
| 5 | health care provider for administration; and |
| .6 | (3) may offer, but shall not require: |
| 7 | (i) the use of a home infusion pharmacy to dispense or administer clinician-administered |
| 8 | drugs to enrollees; and |

(ii) the use of an infusion site external to the enrollee's provider office or clinic.

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Section 1. 3