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ARTICLE 2
DEPARTMENT OF HEALTH POLICY

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ARTICLE 2
DEPARTMENT OF HEALTH POLICY
Section 1. Minnesota Statutes 2024, section 62J.461, subdivision 3, is amended to read:
Subd. 3. **Reporting by covered entities to the commissioner.** (a) Each 340B covered entity shall report to the commissioner by April 1 of each year the following information for transactions conducted by the 340B covered entity or on its behalf, and related to its participation in the federal 340B program for the previous calendar year:
(1) the aggregated acquisition cost for prescription drugs obtained under the 340B program;
(2) the aggregated payment amount received for drugs obtained under the 340B program and dispensed or administered to patients;
(i) that are net of the contracted price for insurance claims payments; and
(ii) that reflect the portion of payment received from grants, cash, or other payment types that relate to the dispensing or administering of drugs obtained under the 340B program;
(3) the number of pricing units dispensed or administered for prescription drugs described in clause (2); and
(4) the aggregated payments made:
(i) to contract pharmacies to dispense drugs obtained under the 340B program;
(ii) to any other entity that is not the covered entity and is not a contract pharmacy for managing any aspect of the covered entity's 340B program; and
(iii) for all other internal, direct expenses related to administering the 340B program with a detailed description of the direct costs included.
The information under clauses (2) and (3) must be reported by payer type, including but not limited to commercial insurance, medical assistance, MinnesotaCare, and Medicare, in the form and manner prescribed by the commissioner.
(b) For covered entities that are hospitals, the information required under paragraph (a), clauses (1) to (3), must also be reported at the national drug code level for the 50 most frequently dispensed or administered drugs by the facility under the 340B program.
(c) Data submitted to the commissioner under paragraphs (a) and (b) are classified as nonpublic data, as defined in section 13.02, subdivision 9.
Sec. 2. Minnesota Statutes 2024, section 62J.461, subdivision 4, is amended to read:
Subd. 4. **Enforcement and exceptions.** (a) Any health care covered entity subject to reporting under this section that fails to provide data in the form and manner prescribed by

19.3 Section 1. Minnesota Statutes 2024, section 62J.51, subdivision 19a, is amended to read:

19.4 Subd. 19a. **Uniform explanation of benefits document.** "Uniform explanation of

19.5 benefits ~~document~~" means either the document associated with and explaining the details

19.6 of a group purchaser's claim adjudication for services rendered or its electronic equivalent

19.7 under section 62J.581, which is sent to a patient.

19.8 Sec. 2. Minnesota Statutes 2024, section 62J.581, is amended to read:

19.9 **62J.581 STANDARDS FOR MINNESOTA UNIFORM HEALTH CARE**

19.10 **REIMBURSEMENT DOCUMENTS.**

19.11 Subdivision 1. **Minnesota uniform remittance advice.** All group purchasers shall

19.12 provide a uniform claim payment/advice transaction to health care providers when a claim

19.13 is adjudicated. The uniform claim payment/advice transaction shall comply with section

19.14 62J.536, subdivision 1, paragraph (b), and rules adopted under section 62J.536, subdivision

19.15 2.

69.16 the commissioner is subject to the levy of a fine ~~paid to the commissioner~~ of up to \$500 for

69.17 each day the data are past due. Any fine levied against the entity under this subdivision is

69.18 subject to the contested case and judicial review provisions of sections 14.57 ~~and to 14.69.~~

69.19 (b) The commissioner may grant an entity an extension of or exemption from the reporting

69.20 obligations under this ~~subdivision~~ section, upon a showing of good cause by the entity.

69.21 Sec. 3. Minnesota Statutes 2024, section 62J.461, subdivision 5, is amended to read:

69.22 Subd. 5. **Reports to the legislature.** By November 15, 2024, and by November 15 of

69.23 each year thereafter, the commissioner shall submit to the chairs and ranking minority

69.24 members of the legislative committees with jurisdiction over health care finance and policy,

69.25 a report that aggregates the data submitted under subdivision 3, paragraphs (a) and (b). ~~The~~

69.26 ~~following information must be included in the report~~ For all 340B entities whose net 340B

69.27 revenue constitutes a significant share, as determined by the commissioner, of all net 340B

69.28 revenue across all 340B covered entities in Minnesota, the following information must also

69.29 be included in the report:

69.30 (1) the information submitted under subdivision 2; and

70.1 (2) for each 340B entity identified in subdivision 2, that entity's 340B net revenue as

70.2 calculated using the data submitted under subdivision 3, paragraph (a), with net revenue

70.3 being subdivision 3, paragraph (a), clause (2), less the sum of subdivision 3, paragraph (a),

70.4 clauses (1) and (4).

70.5 For all other entities, the data in the report must be aggregated to the entity type or groupings

70.6 of entity types in a manner that prevents the identification of an individual entity and any

70.7 entity's specific data value reported for an individual data element.

70.8 Sec. 4. Minnesota Statutes 2024, section 62J.51, subdivision 19a, is amended to read:

70.9 Subd. 19a. **Uniform explanation of benefits document.** "Uniform explanation of

70.10 benefits ~~document~~" means either the document associated with and explaining the details

70.11 of a group purchaser's claim adjudication for services rendered or its electronic equivalent

70.12 under section 62J.581, which is sent to a patient.

70.13 Sec. 5. Minnesota Statutes 2024, section 62J.581, is amended to read:

70.14 **62J.581 STANDARDS FOR MINNESOTA UNIFORM HEALTH CARE**

70.15 **REIMBURSEMENT DOCUMENTS.**

70.16 Subdivision 1. **Minnesota uniform remittance advice.** All group purchasers shall

70.17 provide a uniform claim payment/advice transaction to health care providers when a claim

70.18 is adjudicated. The uniform claim payment/advice transaction shall comply with section

70.19 62J.536, subdivision 1, paragraph (b), and rules adopted under section 62J.536, subdivision

70.20 2.

19.16 Subd. 2. **Minnesota uniform explanation of benefits document.** (a) All group
19.17 purchasers shall provide a uniform explanation of benefits ~~document~~ to health care patients
19.18 when an explanation of benefits ~~document~~ is provided as otherwise required or permitted
19.19 by law. The uniform explanation of benefits ~~document~~ shall comply with the standards
19.20 prescribed in this section.

19.21 (b) Notwithstanding paragraph (a), this section does not apply to group purchasers not
19.22 included as covered entities under United States Code, title 42, sections 1320d to 1320d-8,
19.23 as amended from time to time, and the regulations promulgated under those sections.

19.24 Subd. 3. **Scope.** For purposes of sections 62J.50 to 62J.61, the ~~uniform claim~~
19.25 ~~payment/advice transaction and~~ uniform explanation of benefits ~~document~~ format specified
19.26 in subdivision 4 shall apply to all health care services delivered by a health care provider
19.27 or health care provider organization in Minnesota, regardless of the location of the payer.
19.28 Health care services not paid on an individual claims basis, such as capitated payments, are
19.29 not included in this section. A health plan company is excluded from the requirements in
19.30 ~~subdivisions 1 and~~ subdivision 2 if they comply with section 62A.01, subdivisions 2 and
19.31 3.

20.1 Subd. 4. **Specifications.** (a) The uniform explanation of benefits ~~document~~ shall be
20.2 provided by use of a paper document conforming to the specifications in this section or its
20.3 electronic equivalent under paragraph (b).

20.4 (b) Group purchasers may make the uniform explanation of benefits available in a version
20.5 that can be accessed by health care patients electronically if:

20.6 (1) the group purchaser making the uniform explanation of benefits available
20.7 electronically provides health care patients the ability to choose whether to receive paper,
20.8 electronic, or both paper and electronic versions of their uniform explanation of benefits;

20.9 (2) the group purchaser provides clear, readily accessible information and instructions
20.10 for the patient to communicate their choice; and

20.11 (3) health care patients not responding to the opportunity to make a choice will receive
20.12 at a minimum a paper uniform explanation of benefits.

20.13 (c) The commissioner, after consulting with the Administrative Uniformity Committee,
20.14 shall specify the data elements and definitions for the paper uniform explanation of benefits
20.15 ~~document. The commissioner and the Administrative Uniformity Committee must consult~~
20.16 ~~with the Minnesota Dental Association and Delta Dental Plan of Minnesota before requiring~~
20.17 ~~under this section the use of a paper document for the uniform explanation of benefits~~
20.18 ~~document or the uniform claim payment/advice transaction for dental care services. Any~~
20.19 electronic version of the uniform explanation of benefits must use the same data elements
20.20 and definitions as the paper uniform explanation of benefits.

70.21 Subd. 2. **Minnesota uniform explanation of benefits document.** (a) All group
70.22 purchasers shall provide a uniform explanation of benefits ~~document~~ to health care patients
70.23 when an explanation of benefits ~~document~~ is provided as otherwise required or permitted
70.24 by law. The uniform explanation of benefits ~~document~~ shall comply with the standards
70.25 prescribed in this section.

70.26 (b) Notwithstanding paragraph (a), this section does not apply to group purchasers not
70.27 included as covered entities under United States Code, title 42, sections 1320d to 1320d-8,
70.28 as amended from time to time, and the regulations promulgated under those sections.

70.29 Subd. 3. **Scope.** For purposes of sections 62J.50 to 62J.61, the ~~uniform claim~~
70.30 ~~payment/advice transaction and~~ uniform explanation of benefits ~~document~~ format specified
70.31 in subdivision 4 shall apply to all health care services delivered by a health care provider
70.32 or health care provider organization in Minnesota, regardless of the location of the payer.
71.1 Health care services not paid on an individual claims basis, such as capitated payments, are
71.2 not included in this section. A health plan company is excluded from the requirements in
71.3 ~~subdivisions 1 and~~ subdivision 2 if they comply with section 62A.01, subdivisions 2 and
71.4 3.

71.5 Subd. 4. **Specifications.** (a) The uniform explanation of benefits ~~document~~ shall be
71.6 provided by use of a paper document conforming to the specifications in this section or its
71.7 electronic equivalent under paragraph (b).

71.8 (b) Group purchasers may make the uniform explanation of benefits available in a version
71.9 that can be accessed by health care patients electronically if:

71.10 (1) the group purchaser making the uniform explanation of benefits available
71.11 electronically provides health care patients the ability to choose whether to receive paper,
71.12 electronic, or both paper and electronic versions of their uniform explanation of benefits;

71.13 (2) the group purchaser provides clear, readily accessible information and instructions
71.14 for the patient to communicate their choice; and

71.15 (3) health care patients not responding to the opportunity to make a choice will receive
71.16 at a minimum a paper uniform explanation of benefits.

71.17 (c) The commissioner, after consulting with the Administrative Uniformity Committee,
71.18 shall specify the data elements and definitions for the paper uniform explanation of benefits
71.19 ~~document. The commissioner and the Administrative Uniformity Committee must consult~~
71.20 ~~with the Minnesota Dental Association and Delta Dental Plan of Minnesota before requiring~~
71.21 ~~under this section the use of a paper document for the uniform explanation of benefits~~
71.22 ~~document or the uniform claim payment/advice transaction for dental care services. Any~~
71.23 electronic version of the uniform explanation of benefits must use the same data elements
71.24 and definitions as the paper uniform explanation of benefits.

20.21 Subd. 5. ~~Effective date.~~ The requirements in subdivisions 1 and 2 are effective June 30,
20.22 2007. The requirements in subdivisions 1 and 2 apply regardless of when the health care
20.23 service was provided to the patient.

71.25 Subd. 5. ~~Effective date.~~ The requirements in subdivisions 1 and 2 are effective June 30,
71.26 2007. The requirements in subdivisions 1 and 2 apply regardless of when the health care
71.27 service was provided to the patient.

71.28 Sec. 6. Minnesota Statutes 2024, section 62J.84, subdivision 2, is amended to read:

71.29 Subd. 2. **Definitions.** (a) For purposes of this section, the terms defined in this subdivision
71.30 have the meanings given.

71.31 (b) "Biosimilar" means a drug that is produced or distributed pursuant to a biologics
71.32 license application approved under United States Code, title 42, section 262(K)(3).

72.1 (c) "Brand name drug" means a drug that is produced or distributed pursuant to:

72.2 (1) a new drug application approved under United States Code, title 21, section 355(c),
72.3 except for a generic drug as defined under Code of Federal Regulations, title 42, section
72.4 447.502; or

72.5 (2) a biologics license application approved under United States Code, title 42, section
72.6 262(a)(c).

72.7 (d) "Commissioner" means the commissioner of health.

72.8 (e) "Generic drug" means a drug that is marketed or distributed pursuant to:

72.9 (1) an abbreviated new drug application approved under United States Code, title 21,
72.10 section 355(j);

72.11 (2) an authorized generic as defined under Code of Federal Regulations, title 42, section
72.12 447.502; or

72.13 (3) a drug that entered the market the year before 1962 and was not originally marketed
72.14 under a new drug application.

72.15 (f) "Manufacturer" means a drug manufacturer licensed under section 151.252.

72.16 (g) "New prescription drug" or "new drug" means a prescription drug approved for
72.17 marketing by the United States Food and Drug Administration (FDA) for which no previous
72.18 wholesale acquisition cost has been established for comparison.

72.19 (h) "Patient assistance program" means a program that a manufacturer offers to the public
72.20 in which a consumer may reduce the consumer's out-of-pocket costs for prescription drugs
72.21 by using coupons, discount cards, prepaid gift cards, manufacturer debit cards, or by other
72.22 means.

72.23 (i) "Prescription drug" or "drug" has the meaning provided in section 151.441, subdivision
72.24 8.

72.25 (j) "Price" means the wholesale acquisition cost as defined in United States Code, title
72.26 42, section 1395w-3a(c)(6)(B).

72.27 (k) "30-day supply" means the total daily dosage units of a prescription drug
72.28 recommended by the prescribing label approved by the FDA for 30 days. If the
72.29 FDA-approved prescribing label includes more than one recommended daily dosage, the
72.30 30-day supply is based on the maximum recommended daily dosage on the FDA-approved
72.31 prescribing label.

73.1 (l) "Course of treatment" means the total dosage of a single prescription for a prescription
73.2 drug recommended by the FDA-approved prescribing label. If the FDA-approved prescribing
73.3 label includes more than one recommended dosage for a single course of treatment, the
73.4 course of treatment is the maximum recommended dosage on the FDA-approved prescribing
73.5 label.

73.6 (m) "Drug product family" means a group of one or more prescription drugs that share
73.7 a unique generic drug description or nontrade name and dosage form.

73.8 ~~(n) "Individual salable unit" means the smallest container of product introduced into~~
73.9 ~~commerce by the manufacturer or repackager that is intended by the manufacturer or~~
73.10 ~~repackager for individual sale to a dispenser.~~

73.11 ~~(n)~~ (n) "National drug code" means the three-segment code maintained by the federal
73.12 Food and Drug Administration that includes a labeler code, a product code, and a package
73.13 code for a drug product and that has been converted to an 11-digit format consisting of five
73.14 digits in the first segment, four digits in the second segment, and two digits in the third
73.15 segment. A three-segment code shall be considered converted to an 11-digit format when,
73.16 as necessary, at least one "0" has been added to the front of each segment containing less
73.17 than the specified number of digits such that each segment contains the specified number
73.18 of digits.

73.19 ~~(p)~~ (o) "Pharmacy" or "pharmacy provider" means a community/outpatient pharmacy
73.20 as defined in Minnesota Rules, part 6800.0100, subpart 2, that is also licensed as a pharmacy
73.21 by the Board of Pharmacy under section 151.19.

73.22 ~~(p)~~ (p) "Pharmacy benefit manager" or "PBM" means an entity licensed to act as a
73.23 pharmacy benefit manager under section 62W.03.

73.24 ~~(q)~~ (q) "Pricing unit" means the smallest dispensable amount of a prescription drug
73.25 product that could be dispensed or administered.

73.26 ~~(r)~~ (r) "Rebate" means a discount, chargeback, or other price concession that affects the
73.27 price of a prescription drug product, regardless of whether conferred through regular
73.28 aggregate payments, on a claim-by-claim basis at the point of sale, as part of retrospective
73.29 financial reconciliations, including reconciliations that also reflect other contractual
73.30 arrangements, or by any other method. "Rebate" does not mean a bona fide service fee as
73.31 defined in Code of Federal Regulations, title 42, section 447.502.

73.32 ~~(s)~~ (s) "Reporting entity" means any manufacturer, pharmacy, pharmacy benefit manager,
73.33 wholesale drug distributor, or any other entity required to submit data under this section.

- 74.1 ~~(t)~~ (t) "Wholesale drug distributor" or "wholesaler" means an entity that:
- 74.2 ~~(1)~~ is licensed to act as a wholesale drug distributor under section 151.47; ~~and,~~
- 74.3 ~~(2) distributes prescription drugs, for which it is not the manufacturer, to persons or~~
- 74.4 ~~entities, or both, other than a consumer or patient in the state.~~
- 74.5 Sec. 7. Minnesota Statutes 2024, section 62J.84, subdivision 3, is amended to read:
- 74.6 Subd. 3. **Prescription drug price increases reporting.** (a) Beginning January 1, 2022,
- 74.7 a drug manufacturer must submit to the commissioner the information described in paragraph
- 74.8 (b) for each prescription drug for which the price was \$100 or greater for a 30-day supply
- 74.9 or for a course of treatment lasting less than 30 days and:
- 74.10 (1) for brand name drugs where there is an increase of ten percent or greater in the price
- 74.11 over the previous 12-month period or an increase of 16 percent or greater in the price over
- 74.12 the previous 24-month period; and
- 74.13 (2) for generic or biosimilar drugs where there is an increase of 50 percent or greater in
- 74.14 the price over the previous 12-month period.
- 74.15 (b) For each of the drugs described in paragraph (a), the manufacturer shall submit to
- 74.16 the commissioner no later than 60 days after the price increase goes into effect, in the form
- 74.17 and manner prescribed by the commissioner, the following information, if applicable:
- 74.18 (1) the description and price of the drug and the net increase, expressed as a percentage,
- 74.19 with the following listed separately:
- 74.20 (i) the national drug code;
- 74.21 (ii) the product name;
- 74.22 (iii) the dosage form;
- 74.23 (iv) the strength; and
- 74.24 (v) the package size;
- 74.25 (2) the factors that contributed to the price increase;
- 74.26 (3) the name of any generic version of the prescription drug available on the market;
- 74.27 (4) the year the prescription drug was introduced for sale in the United States;
- 74.28 ~~(4)~~ (5) the introductory price of the prescription drug when it was introduced for sale in
- 74.29 the United States and the price of the drug on the last day of each of the five calendar years
- 74.30 preceding the price increase;
- 75.1 ~~(5)~~ (6) the direct costs incurred during the previous 12-month period by the manufacturer
- 75.2 that are associated with the prescription drug, listed separately:

- 75.3 (i) to manufacture the prescription drug;
- 75.4 (ii) to market the prescription drug, including advertising costs; and
- 75.5 (iii) to distribute the prescription drug;
- 75.6 (7) the number of units of the prescription drug sold during the previous 12-month period;
- 75.7 ~~(6)~~ (8) the total sales revenue for the prescription drug during the previous 12-month
- 75.8 period;
- 75.9 (9) the total rebate payable amount accrued for the prescription drug during the previous
- 75.10 12-month period;
- 75.11 ~~(7)~~ (10) the manufacturer's net profit attributable to the prescription drug during the
- 75.12 previous 12-month period;
- 75.13 ~~(8)~~ (11) the total amount of financial assistance the manufacturer has provided through
- 75.14 patient prescription assistance programs during the previous 12-month period, if applicable;
- 75.15 ~~(9)~~ (12) any agreement between a manufacturer and another entity contingent upon any
- 75.16 delay in offering to market a generic version of the prescription drug;
- 75.17 ~~(10)~~ (13) the patent expiration date of the prescription drug if it is under patent;
- 75.18 ~~(11)~~ (14) the name and location of the company that manufactured the drug;
- 75.19 ~~(12)~~ (15) if a brand name prescription drug, the highest price paid for the prescription
- 75.20 drug during the previous calendar year in the ten countries, excluding the United States,
- 75.21 that charged the highest single price for the prescription drug; and
- 75.22 ~~(13)~~ (16) if the prescription drug was acquired by the manufacturer during the previous
- 75.23 12-month period, all of the following information:
- 75.24 (i) price at acquisition;
- 75.25 (ii) price in the calendar year prior to acquisition;
- 75.26 (iii) name of the company from which the drug was acquired;
- 75.27 (iv) date of acquisition; and
- 75.28 (v) acquisition price.
- 75.29 (c) The manufacturer may submit any documentation necessary to support the information
- 75.30 reported under this subdivision.
- 76.1 Sec. 8. Minnesota Statutes 2024, section 62J.84, subdivision 6, is amended to read:
- 76.2 Subd. 6. **Public posting of prescription drug price information.** (a) The commissioner
- 76.3 shall post on the department's website, or may contract with a private entity or consortium

76.4 that satisfies the standards of section 62U.04, subdivision 6, to meet this requirement, the
76.5 following information:

76.6 (1) a list of the prescription drugs reported under subdivisions 3, 4, and 11 to 14 and the
76.7 manufacturers of those prescription drugs; ~~and~~

76.8 (2) a list of reporting entities that reported prescription drug price information under
76.9 subdivisions 3, 4, and 11 to 14; and

76.10 ~~(2)~~ (3) information reported to the commissioner under subdivisions 3, 4, and 11 to 14,
76.11 aggregated on a per-drug basis in a manner that does not allow the identification of a reporting
76.12 entity that is not the manufacturer of the drug.

76.13 (b) The information must be published in an easy-to-read format and in a manner that
76.14 identifies the information that is disclosed on a per-drug basis and must not be aggregated
76.15 in a manner that prevents the identification of the prescription drug.

76.16 (c) The commissioner shall not post to the department's website or a private entity
76.17 contracting with the commissioner shall not post any information described in this section
76.18 if the information is not public data under section 13.02, subdivision 8a; or is trade secret
76.19 information under section 13.37, subdivision 1, paragraph (b); or is trade secret information
76.20 pursuant to the Defend Trade Secrets Act of 2016, United States Code, title 18, section
76.21 1836, as amended. If a reporting entity believes information should be withheld from public
76.22 disclosure pursuant to this paragraph, the reporting entity must clearly and specifically
76.23 identify that information and describe the legal basis in writing when the reporting entity
76.24 submits the information under this section. If the commissioner disagrees with the reporting
76.25 entity's request to withhold information from public disclosure, the commissioner shall
76.26 provide the reporting entity written notice that the information will be publicly posted 30
76.27 days after the date of the notice.

76.28 (d) If the commissioner withholds any information from public disclosure pursuant to
76.29 this subdivision, the commissioner shall post to the department's website a report describing
76.30 the nature of the information and the commissioner's basis for withholding the information
76.31 from disclosure.

76.32 (e) To the extent the information required to be posted under this subdivision is collected
76.33 and made available to the public by another state, by the University of Minnesota, or through
77.1 an online drug pricing reference and analytical tool, the commissioner may reference the
77.2 availability of this drug price data from another source including, within existing
77.3 appropriations, creating the ability of the public to access the data from the source for
77.4 purposes of meeting the reporting requirements of this subdivision.

77.5 Sec. 9. Minnesota Statutes 2024, section 62J.84, subdivision 10, is amended to read:

77.6 Subd. 10. **Notice of prescription drugs of substantial public interest.** (a) No later than
77.7 January 31, 2024, and quarterly thereafter, the commissioner shall produce and post on the
77.8 department's website a list of prescription drugs that the commissioner determines to represent

77.9 a substantial public interest and for which the commissioner intends to request data under
77.10 subdivisions 11 to 14, subject to paragraph (c). The commissioner shall base its inclusion
77.11 of prescription drugs on any information the commissioner determines is relevant to providing
77.12 greater consumer awareness of the factors contributing to the cost of prescription drugs in
77.13 the state, and the commissioner shall consider drug product families that include prescription
77.14 drugs:

77.15 (1) that triggered reporting under subdivision 3 or 4 during the previous calendar quarter;

77.16 (2) for which average claims paid amounts exceeded 125 percent of the price as of the
77.17 claim incurred date during the most recent calendar quarter for which claims paid amounts
77.18 are available; or

77.19 (3) that are identified by members of the public during a public comment process.

77.20 (b) Not sooner than 30 days after publicly posting the list of prescription drugs under
77.21 paragraph (a), the department shall notify, via email, reporting entities registered with the
77.22 department of:

77.23 (1) the requirement to report under subdivisions 11 to 14; and

77.24 (2) the reporting period for which data must be provided.

77.25 (c) The commissioner must not designate more than 500 prescription drugs as having a
77.26 substantial public interest in any one notice.

77.27 (d) Notwithstanding subdivision 16, the commissioner is exempt from chapter 14,
77.28 including section 14.386, in implementing this subdivision.

77.29 **EFFECTIVE DATE.** This section is effective the day following final enactment.

78.1 Sec. 10. Minnesota Statutes 2024, section 62J.84, subdivision 11, is amended to read:

78.2 Subd. 11. **Manufacturer prescription drug substantial public interest reporting.** (a)

78.3 Beginning January 1, 2024, a manufacturer must submit to the commissioner the information
78.4 described in paragraph (b) for any prescription drug:

78.5 (1) included in a notification to report issued to the manufacturer by the department
78.6 under subdivision 10;

78.7 (2) which the manufacturer manufactures or repackages;

78.8 (3) for which the manufacturer sets the wholesale acquisition cost; and

78.9 (4) for which the manufacturer has not submitted data under subdivision 3 during the
78.10 120-day period prior to the date of the notification to report.

78.11 (b) For each of the drugs described in paragraph (a), the manufacturer shall submit to
78.12 the commissioner no later than 60 days after the date of the notification to report, in the
78.13 form and manner prescribed by the commissioner, the following information, if applicable:

- 78.14 (1) a description of the drug with the following listed separately:
- 78.15 (i) the national drug code;
- 78.16 (ii) the product name;
- 78.17 (iii) the dosage form;
- 78.18 (iv) the strength; and
- 78.19 (v) the package size;
- 78.20 (2) the price of the drug product on the later of:
- 78.21 (i) the day one year prior to the date of the notification to report;
- 78.22 (ii) the introduced to market date; or
- 78.23 (iii) the acquisition date;
- 78.24 (3) the price of the drug product on the date of the notification to report;
- 78.25 (4) the year the prescription drug was introduced for sale in the United States;
- 78.26 ~~(4)~~ (5) the introductory price of the prescription drug when it was introduced for sale in
- 78.27 the United States and the price of the drug on the last day of each of the five calendar years
- 78.28 preceding the date of the notification to report;
- 79.1 ~~(5)~~ (6) the direct costs incurred during the ~~12-month period prior to the date of reporting~~
- 79.2 ~~period specified in the notification to report by the manufacturers that are associated with~~
- 79.3 ~~the prescription drug, listed separately:~~
- 79.4 (i) to manufacture the prescription drug;
- 79.5 (ii) to market the prescription drug, including advertising costs; and
- 79.6 (iii) to distribute the prescription drug;
- 79.7 ~~(6)~~ (7) the number of units of the prescription drug sold during the ~~12-month period~~
- 79.8 ~~prior to the date of reporting period specified in the notification to report;~~
- 79.9 ~~(7)~~ (8) the total sales revenue for the prescription drug during the ~~12-month period prior~~
- 79.10 ~~to the date of reporting period specified in the notification to report;~~
- 79.11 ~~(8)~~ (9) the total rebate payable amount accrued for the prescription drug during the
- 79.12 ~~12-month period prior to the date of reporting period specified in the notification to report;~~
- 79.13 ~~(9)~~ (10) the manufacturer's net profit attributable to the prescription drug during the
- 79.14 ~~12-month period prior to the date of reporting period specified in the notification to report;~~

- 79.15 ~~(10)~~ (11) the total amount of financial assistance the manufacturer has provided through
79.16 patient prescription assistance programs during the ~~12-month period prior to the date of~~
79.17 ~~reporting period specified in the notification to report, if applicable;~~
- 79.18 ~~(11)~~ (12) any agreement between a manufacturer and another entity contingent upon
79.19 any delay in offering to market a generic version of the prescription drug;
- 79.20 ~~(12)~~ (13) the patent expiration date of the prescription drug if the prescription drug is
79.21 under patent;
- 79.22 ~~(13)~~ (14) the name and location of the company that manufactured the drug;
- 79.23 ~~(14)~~ (15) if the prescription drug is a brand name prescription drug, the ten countries
79.24 other than the United States that paid the highest prices for the prescription drug during the
79.25 previous calendar year and their prices; and
- 79.26 ~~(15)~~ (16) if the prescription drug was acquired by the manufacturer within a ~~12-month~~
79.27 ~~period prior to the date of the reporting period specified in the notification to report, all of~~
79.28 ~~the following information:~~
- 79.29 (i) the price at acquisition;
- 79.30 (ii) the price in the calendar year prior to acquisition;
- 79.31 (iii) the name of the company from which the drug was acquired;
- 80.1 (iv) the date of acquisition; and
- 80.2 (v) the acquisition price.
- 80.3 (c) The manufacturer may submit any documentation necessary to support the information
80.4 reported under this subdivision.
- 80.5 Sec. 11. Minnesota Statutes 2024, section 62J.84, subdivision 12, is amended to read:
- 80.6 Subd. 12. **Pharmacy prescription drug substantial public interest reporting.** (a)
80.7 Beginning January 1, 2024, a pharmacy must submit to the commissioner the information
80.8 described in paragraph (b) for any prescription drug:
- 80.9 (1) included in a notification to report issued to the pharmacy by the department under
80.10 subdivision 10; and
- 80.11 (2) that the pharmacy dispensed in Minnesota or mailed to a Minnesota address.
- 80.12 (b) For each of the drugs described in paragraph (a), the pharmacy shall submit to the
80.13 commissioner no later than 60 days after the date of the notification to report, in the form
80.14 and manner prescribed by the commissioner, the following information, if applicable:
- 80.15 (1) a description of the drug with the following listed separately:
- 80.16 (i) the national drug code;

- 80.17 (ii) the product name;
- 80.18 (iii) the dosage form;
- 80.19 (iv) the strength; and
- 80.20 (v) the package size;
- 80.21 (2) the number of units of the drug acquired during the ~~12-month period prior to the date~~
- 80.22 ~~of reporting period specified in the notification to report;~~
- 80.23 (3) the total spent before rebates by the pharmacy to acquire the drug during the ~~12-month~~
- 80.24 ~~period prior to the date of reporting period specified in the notification to report;~~
- 80.25 (4) the total rebate receivable amount accrued by the pharmacy for the drug during the
- 80.26 ~~12-month period prior to the date of reporting period specified in the notification to report;~~
- 80.27 (5) the number of pricing units of the drug dispensed by the pharmacy during the
- 80.28 ~~12-month period prior to the date of reporting period specified in the notification to report;~~
- 81.1 (6) the total payment receivable by the pharmacy for dispensing the drug including
- 81.2 ingredient cost, dispensing fee, and administrative fees during the ~~12-month period prior~~
- 81.3 ~~to the date of reporting period specified in the notification to report;~~
- 81.4 (7) the total rebate payable amount accrued by the pharmacy for the drug during the
- 81.5 ~~12-month period prior to the date of reporting period specified in the notification to report;~~
- 81.6 and
- 81.7 (8) the average cash price paid by consumers per pricing unit for prescriptions dispensed
- 81.8 where no claim was submitted to a health care service plan or health insurer during the
- 81.9 ~~12-month period prior to the date of reporting period specified in the notification to report.~~
- 81.10 (c) The pharmacy may submit any documentation necessary to support the information
- 81.11 reported under this subdivision.
- 81.12 (d) The commissioner may grant extensions, exemptions, or both to compliance with
- 81.13 the requirements of paragraphs (a) and (b) by small or independent pharmacies, if compliance
- 81.14 with paragraphs (a) and (b) would represent a hardship or undue burden to the pharmacy.
- 81.15 The commissioner may establish procedures for small or independent pharmacies to request
- 81.16 extensions or exemptions under this paragraph.
- 81.17 Sec. 12. Minnesota Statutes 2024, section 62J.84, subdivision 13, is amended to read:
- 81.18 Subd. 13. **PBM prescription drug substantial public interest reporting.** (a) Beginning
- 81.19 January 1, 2024, a PBM must submit to the commissioner the information described in
- 81.20 paragraph (b) for any prescription drug;
- 81.21 (1) included in a notification to report issued to the PBM by the department under
- 81.22 subdivision 10; and

- 81.23 (2) for which the PBM fulfilled pharmacy benefit management duties for Minnesota
81.24 residents.
- 81.25 (b) For each of the drugs described in paragraph (a), the PBM shall submit to the
81.26 commissioner no later than 60 days after the date of the notification to report, in the form
81.27 and manner prescribed by the commissioner, the following information, if applicable:
- 81.28 (1) a description of the drug with the following listed separately:
- 81.29 (i) the national drug code;
- 81.30 (ii) the product name;
- 81.31 (iii) the dosage form;
- 82.1 (iv) the strength; and
- 82.2 (v) the package size;
- 82.3 (2) the number of pricing units of the drug product filled for which the PBM administered
82.4 claims during the 12-month period prior to the date of reporting period specified in the
82.5 notification to report;
- 82.6 (3) the total reimbursement amount accrued and payable to pharmacies for pricing units
82.7 of the drug product filled for which the PBM administered claims during the 12-month
82.8 period prior to the date of reporting period specified in the notification to report;
- 82.9 (4) the total reimbursement or administrative fee amount, or both, accrued and receivable
82.10 from payers for pricing units of the drug product filled for which the PBM administered
82.11 claims during the 12-month period prior to the date of reporting period specified in the
82.12 notification to report;
- 82.13 (5) the total administrative fee amount accrued and receivable from payers for pricing
82.14 units of the drug product filled during the reporting period specified in the notification to
82.15 report;
- 82.16 ~~(5)~~ (6) the total rebate receivable amount accrued by the PBM for the drug product
82.17 during the 12-month period prior to the date of reporting period specified in the notification
82.18 to report; and
- 82.19 ~~(6)~~ (7) the total rebate payable amount accrued by the PBM for the drug product during
82.20 the 12-month period prior to the date of reporting period specified in the notification to
82.21 report.
- 82.22 (c) The PBM may submit any documentation necessary to support the information
82.23 reported under this subdivision.

82.24 Sec. 13. Minnesota Statutes 2024, section 62J.84, subdivision 14, is amended to read:

82.25 Subd. 14. **Wholesale drug distributor prescription drug substantial public interest**
82.26 **reporting.** (a) Beginning January 1, 2024, a wholesale drug distributor that distributes
82.27 prescription drugs, for which it is not the manufacturer, to persons or entities, or both, other
82.28 than a consumer or patient in the state, must submit to the commissioner the information
82.29 described in paragraph (b) for any prescription drug:

82.30 (1) included in a notification to report issued to the wholesale drug distributor by the
82.31 department under subdivision 10; and

82.32 (2) that the wholesale drug distributor distributed within or into Minnesota.

83.1 (b) For each of the drugs described in paragraph (a), the wholesale drug distributor shall
83.2 submit to the commissioner no later than 60 days after the date of the notification to report,
83.3 in the form and manner prescribed by the commissioner, the following information, if
83.4 applicable:

83.5 (1) a description of the drug with the following listed separately:

83.6 (i) the national drug code;

83.7 (ii) the product name;

83.8 (iii) the dosage form;

83.9 (iv) the strength; and

83.10 (v) the package size;

83.11 (2) the number of units of the drug product acquired by the wholesale drug distributor
83.12 during the 12-month period prior to the date of reporting period specified in the notification
83.13 to report;

83.14 (3) the total spent before rebates by the wholesale drug distributor to acquire the drug
83.15 product during the 12-month period prior to the date of reporting period specified in the
83.16 notification to report;

83.17 (4) the total rebate receivable amount accrued by the wholesale drug distributor for the
83.18 drug product during the 12-month period prior to the date of reporting period specified in
83.19 the notification to report;

83.20 (5) the number of units of the drug product sold by the wholesale drug distributor during
83.21 the 12-month period prior to the date of reporting period specified in the notification to
83.22 report;

83.23 (6) gross revenue from sales in the United States generated by the wholesale drug
83.24 distributor for this the drug product during the 12-month period prior to the date of reporting
83.25 period specified in the notification to report; and

- 83.26 (7) total rebate payable amount accrued by the wholesale drug distributor for the drug
83.27 product during the ~~12-month period prior to the date of~~ reporting period specified in the
83.28 notification to report.
- 83.29 (c) The wholesale drug distributor may submit any documentation necessary to support
83.30 the information reported under this subdivision.
- 84.1 Sec. 14. Minnesota Statutes 2024, section 62J.84, subdivision 15, is amended to read:
- 84.2 Subd. 15. **Registration requirements.** ~~Beginning Effective January 1, 2024~~ 2026, a
84.3 reporting entity subject to this chapter shall register, or update existing registration
84.4 information, with the department in a form and manner prescribed by the commissioner by
84.5 January 30 each year.
- 84.6 Sec. 15. Minnesota Statutes 2024, section 62K.10, subdivision 2, is amended to read:
- 84.7 Subd. 2. ~~Primary care, mental health services, general hospital services~~ Time and
84.8 distance standards. The maximum travel distance or time shall be the lesser of 30 miles
84.9 or 30 minutes to the nearest provider of each of the following services: primary care services,
84.10 mental health services, and general hospital services Health carriers must meet the time and
84.11 distance standards under Code of Federal Regulations, title 45, section 155.1050.
- 84.12 Sec. 16. Minnesota Statutes 2024, section 62K.10, subdivision 5, is amended to read:
- 84.13 Subd. 5. **Waiver.** (a) A health carrier may apply to the commissioner of health for a
84.14 waiver of the requirements in subdivision 2 ~~or 3~~ if it is unable to meet the statutory
84.15 requirements. A waiver application must be submitted on a form provided by the
84.16 commissioner, must be accompanied by an application fee of \$500 for each application to
84.17 waive the requirements in subdivision 2 ~~or 3~~ for one or more provider types per county, and
84.18 must:
- 84.19 (1) demonstrate with specific data that the requirement of subdivision 2 ~~or 3~~ is not
84.20 feasible in a particular service area or part of a service area; and
- 84.21 (2) include specific information as to the steps that were and will be taken to address
84.22 the network inadequacy, and, for steps that will be taken prospectively to address network
84.23 inadequacy, the time frame within which those steps will be taken.
- 84.24 (b) The commissioner shall establish guidelines for evaluating waiver applications,
84.25 standards governing approval or denial of a waiver application, and standards for steps that
84.26 health carriers must take to address the network inadequacy and allow the health carrier to
84.27 meet network adequacy requirements within a reasonable time period. The commissioner
84.28 shall review each waiver application using these guidelines and standards and shall approve
84.29 a waiver application only if:
- 84.30 (1) the standards for approval established by the commissioner are satisfied; and

- 84.31 (2) the steps that were and will be taken to address the network inadequacy and the time
84.32 frame for taking these steps satisfy the standards established by the commissioner.
- 85.1 (c) If, in its waiver application, a health carrier demonstrates to the commissioner that
85.2 there are no providers of a specific type or specialty in a county, the commissioner may
85.3 approve a waiver in which the health carrier is allowed to address network inadequacy in
85.4 that county by providing for patient access to providers of that type or specialty via telehealth,
85.5 as defined in section 62A.673, subdivision 2.
- 85.6 (d) The waiver shall automatically expire after one year. Upon or prior to expiration of
85.7 a waiver, a health carrier unable to meet the requirements in subdivision 2 ~~or 3~~ must submit
85.8 a new waiver application under paragraph (a) and must also submit evidence of steps the
85.9 carrier took to address the network inadequacy. When the commissioner reviews a waiver
85.10 application for a network adequacy requirement which has been waived for the carrier for
85.11 the most recent one-year period, the commissioner shall also examine the steps the carrier
85.12 took during that one-year period to address network inadequacy, and shall only approve a
85.13 subsequent waiver application that satisfies the requirements in paragraph (b), demonstrates
85.14 that the carrier took the steps it proposed to address network inadequacy, and explains why
85.15 the carrier continues to be unable to satisfy the requirements in subdivision 2 ~~or 3~~.
- 85.16 (e) Application fees collected under this subdivision shall be deposited in the state
85.17 government special revenue fund in the state treasury.
- 85.18 Sec. 17. Minnesota Statutes 2024, section 62K.10, subdivision 6, is amended to read:
- 85.19 Subd. 6. **Referral centers.** ~~Subdivisions~~ Subdivision 2 ~~and 3~~ shall not apply if an enrollee
85.20 is referred to a referral center for health care services. A referral center is a medical facility
85.21 that provides highly specialized medical care, including but not limited to organ transplants.
85.22 A health carrier or preferred provider organization may consider the volume of services
85.23 provided annually, case mix, and severity adjusted mortality and morbidity rates in
85.24 designating a referral center.
- 85.25 Sec. 18. Minnesota Statutes 2024, section 103I.005, subdivision 17b, is amended to read:
- 85.26 Subd. 17b. **Temporary boring.** "Temporary boring" means an excavation that is 15
85.27 feet or more in depth, is sealed within 72 hours of the time of construction, and is drilled,
85.28 cored, washed, driven, dug, jetted, or otherwise constructed to:
- 85.29 (1) conduct physical, chemical, or biological testing of groundwater, including
85.30 groundwater quality monitoring;
- 86.1 (2) monitor or measure physical, chemical, radiological, or biological parameters of
86.2 earth materials or earth fluids, including hydraulic conductivity, bearing capacity, or
86.3 resistance;
- 86.4 (3) measure groundwater levels, including use of a piezometer; ~~and or~~
- 86.5 (4) determine groundwater flow direction or velocity.

- 86.6 Sec. 19. Minnesota Statutes 2024, section 103I.101, subdivision 2, is amended to read:
- 86.7 Subd. 2. **Duties.** The commissioner shall:
- 86.8 (1) regulate the drilling, construction, modification, repair, and sealing of wells and
- 86.9 borings;
- 86.10 (2) examine and license:
- 86.11 (i) well contractors;
- 86.12 (ii) persons constructing, repairing, and sealing bored geothermal heat exchangers;
- 86.13 (iii) persons modifying or repairing well casings above the pitless unit or adaptor, well
- 86.14 screens, well diameters, and installing well pumps or pumping equipment;
- 86.15 (iv) persons constructing, repairing, and sealing dewatering wells;
- 86.16 (v) persons sealing wells or borings; ~~and~~
- 86.17 (vi) persons excavating or drilling holes for the installation of elevator borings; and
- 86.18 (vii) persons installing, removing, or maintaining groundwater thermal exchange devices
- 86.19 and submerged closed loop heat exchangers;
- 86.20 (3) examine and license environmental well contractors;
- 86.21 (4) license explorers engaged in exploratory boring and examine individuals who
- 86.22 supervise or oversee exploratory boring;
- 86.23 (5) after consultation with the commissioner of natural resources and the Pollution
- 86.24 Control Agency, establish standards for the design, location, construction, repair, and sealing
- 86.25 of wells and borings within the state; and
- 86.26 (6) issue permits for wells, groundwater thermal devices, bored geothermal heat
- 86.27 exchangers, installation of submerged closed loop heat exchanger systems, and elevator
- 86.28 borings.
- 87.1 Sec. 20. Minnesota Statutes 2024, section 103I.101, subdivision 5, is amended to read:
- 87.2 Subd. 5. **Commissioner to adopt rules.** The commissioner shall adopt rules including:
- 87.3 (1) issuance of licenses for:
- 87.4 (i) qualified well contractors;
- 87.5 (ii) persons constructing, repairing, and sealing dewatering wells;
- 87.6 (iii) persons sealing wells or borings;
- 87.7 (iv) persons installing, modifying, or repairing well casings, well screens, well diameters,
- 87.8 and well pumps or pumping equipment;

- 87.9 (v) persons constructing, repairing, and sealing bored geothermal heat exchangers;
- 87.10 (vi) persons constructing, repairing, and sealing elevator borings; ~~and~~
- 87.11 (vii) persons constructing, repairing, and sealing environmental wells; and
- 87.12 (viii) persons installing, removing, or maintaining groundwater thermal exchange devices
- 87.13 and submerged closed loop heat exchangers;
- 87.14 (2) establishment of conditions for examination and review of applications for license
- 87.15 and certification;
- 87.16 (3) establishment of conditions for revocation and suspension of license and certification;
- 87.17 (4) establishment of minimum standards for design, location, construction, repair, and
- 87.18 sealing of wells and borings to implement the purpose and intent of this chapter;
- 87.19 (5) establishment of a system for reporting on wells and borings drilled and sealed;
- 87.20 (6) establishment of standards for the construction, maintenance, sealing, and water
- 87.21 quality monitoring of wells in areas of known or suspected contamination;
- 87.22 (7) establishment of wellhead protection measures for wells serving public water supplies;
- 87.23 (8) establishment of procedures to coordinate collection of well and boring data with
- 87.24 other state and local governmental agencies;
- 87.25 (9) establishment of criteria and procedures for submission of well and boring logs,
- 87.26 formation samples or well or boring cuttings, water samples, or other special information
- 87.27 required for and water resource mapping; and
- 87.28 (10) establishment of minimum standards for design, location, construction, maintenance,
- 87.29 repair, sealing, safety, and resource conservation related to borings, including exploratory
- 87.30 borings as defined in section 103I.005, subdivision 9.
- 88.1 Sec. 21. Minnesota Statutes 2024, section 103I.101, is amended by adding a subdivision
- 88.2 to read:
- 88.3 Subd. 7. **Inspection.** At a minimum, the commissioner of health shall inspect at least
- 88.4 25 percent of well construction notifications each year under this section.
- 88.5 Sec. 22. Minnesota Statutes 2024, section 138.912, subdivision 1, is amended to read:
- 88.6 Subdivision 1. **Establishment.** The healthy eating, here at home program is established
- 88.7 to provide incentives for low-income Minnesotans to use federal Supplemental Nutrition
- 88.8 Assistance Program (SNAP) or SUN bucks (Summer EBT) benefits for healthy purchases
- 88.9 at Minnesota-based farmers' markets, mobile markets, and direct-farmer sales, including
- 88.10 community-supported agriculture shares.

88.11 Sec. 23. Minnesota Statutes 2024, section 138.912, subdivision 2, is amended to read:

88.12 Subd. 2. **Definitions.** (a) The definitions in this subdivision apply to this section.

88.13 (b) "Healthy eating, here at home" means a program administered by the Minnesota

88.14 ~~Humanities Center~~ Department of Health to provide incentives for low-income Minnesotans

88.15 to use SNAP or SUN bucks (Summer EBT) benefits for healthy purchases at Minnesota-based

88.16 farmers' markets.

88.17 (c) "Healthy purchases" means SNAP-eligible foods.

88.18 (d) "Minnesota-based farmers' market" means a physical market as defined in section

88.19 28A.151, subdivision 1, paragraph (b), and also includes mobile markets and direct-farmer

88.20 sales, including through a community-supported agriculture model.

88.21 (e) "Voucher" means a physical or electronic credit.

88.22 (f) "Eligible household" means an individual or family that is determined to be a recipient

88.23 of SNAP or SUN bucks (Summer EBT).

88.24 Sec. 24. Minnesota Statutes 2024, section 138.912, subdivision 3, is amended to read:

88.25 Subd. 3. **Grants.** The Minnesota ~~Humanities Center~~ commissioner shall allocate grant

88.26 funds to nonprofit organizations that work with Minnesota-based farmers' markets to provide

88.27 up to \$10 vouchers to SNAP or SUN bucks (Summer EBT) participants who use electronic

88.28 benefits transfer (EBT) cards for healthy purchases. Funds may also be provided for vouchers

88.29 distributed through nonprofit organizations engaged in healthy cooking and food education

88.30 outreach to eligible households for use at farmers' markets. Funds appropriated under this

88.31 section may not be used for healthy cooking classes or food education outreach. When

89.1 awarding grants, the Minnesota ~~Humanities Center~~ commissioner must consider how the

89.2 nonprofit organizations will achieve geographic balance, including specific efforts to reach

89.3 eligible households across the state, and the organizations' capacity to manage the

89.4 programming and outreach.

89.5 Sec. 25. Minnesota Statutes 2024, section 138.912, subdivision 4, is amended to read:

89.6 Subd. 4. **Household eligibility; participation.** To be eligible for a healthy eating, here

89.7 at home voucher, an eligible household must meet the Minnesota SNAP or SUN bucks

89.8 (Summer EBT) eligibility requirements ~~under section 142F.10.~~

89.9 Sec. 26. Minnesota Statutes 2024, section 138.912, subdivision 6, is amended to read:

89.10 Subd. 6. **Program reporting.** The nonprofit organizations that receive grant funds must

89.11 report annually to the Minnesota ~~Humanities Center~~ commissioner with information regarding

89.12 the operation of the program, including the number of vouchers issued and the number of

89.13 people served. To the extent practicable, the nonprofit organizations must report on the

89.14 usage of the vouchers and evaluate the program's effectiveness.

SEC 27 AND 28 WERE REMOVED TO MATCH WITH H2435-3 ARTICLE 1
SECTIONS 2 AND 3, RESPECTIVELY.

20.24 Sec. 3. Minnesota Statutes 2024, section 144.50, is amended by adding a subdivision to
20.25 read:

20.26 Subd. 8. **Controlling person.** (a) "Controlling person" includes the following individuals,
20.27 if applicable, as deemed appropriate by the hospital:

20.28 (1) any officer of the organization;

20.29 (2) any hospital administrator; and

20.30 (3) any managerial official.

20.31 (b) Controlling person does not include:

21.1 (1) a bank, savings bank, trust company, savings association, credit union, industrial
21.2 loan and thrift company, investment banking firm, or insurance company, unless the entity
21.3 directly or through a subsidiary operates a hospital;

21.4 (2) government and government-sponsored entities such as the United States Department
21.5 of Housing and Urban Development, Ginnie Mae, Fannie Mae, Freddie Mac, and the
21.6 Minnesota Housing Finance Agency which provide loans, financing, and insurance products
21.7 for housing sites;

21.8 (3) an individual who is a state or federal official, a state or federal employee, or a
21.9 member or employee of the governing body of a political subdivision of the state or federal
21.10 government that operates one or more hospitals, unless the individual is also an officer,
21.11 owner, or managerial official of the hospital, receives any remuneration from a hospital, or
21.12 is a controlling person not otherwise excluded in this subdivision;

21.13 (4) a natural person who is a member of a tax-exempt organization under section 290.05,
21.14 subdivision 2, unless the individual is also a controlling person not otherwise excluded in
21.15 this subdivision; and

21.16 (5) a natural person who owns less than five percent of the outstanding common shares
21.17 of a corporation:

21.18 (i) whose securities are exempt by virtue of section 80A.45, clause (6); or

21.19 (ii) whose transactions are exempt by virtue of section 80A.46, clause (7).

21.20 Sec. 4. Minnesota Statutes 2024, section 144.555, subdivision 1a, is amended to read:

21.21 Subd. 1a. **Notice of closing, curtailing operations, relocating services, or ceasing to**
21.22 **offer certain services; hospitals.** (a) The controlling persons of a hospital licensed under
21.23 sections 144.50 to 144.56 or a hospital campus must notify the commissioner of health, the
21.24 public, and others at least 182 days before the hospital or hospital campus voluntarily plans
21.25 to implement one of the scheduled actions listed in paragraph (b), unless the controlling

91.1 Sec. 29. Minnesota Statutes 2024, section 144.50, is amended by adding a subdivision to
91.2 read:

91.3 Subd. 8. **Controlling person.** (a) "Controlling person" includes the following individuals,
91.4 if applicable, as deemed appropriate by the hospital:

91.5 (1) any officer of the organization;

91.6 (2) any hospital administrator; and

91.7 (3) any managerial official.

91.8 (b) Controlling person does not include:

91.9 (1) a bank, savings bank, trust company, savings association, credit union, industrial
91.10 loan and thrift company, investment banking firm, or insurance company unless the entity
91.11 directly or through a subsidiary operates a hospital;

91.12 (2) government and government-sponsored entities such as the United States Department
91.13 of Housing and Urban Development, Ginnie Mae, Fannie Mae, Freddie Mac, and the
91.14 Minnesota Housing Finance Agency which provide loans, financing, and insurance products
91.15 for housing sites;

91.16 (3) an individual who is a state or federal official, a state or federal employee, or a
91.17 member or employee of the governing body of a political subdivision of the state or federal
91.18 government that operates one or more hospitals, unless the individual is also an officer,
91.19 owner, or managerial official of the hospital, receives any remuneration from a hospital, or
91.20 who is a controlling person not otherwise excluded in this subdivision;

91.21 (4) a natural person who is a member of a tax-exempt organization under section 290.05,
91.22 subdivision 2, unless the individual is also a controlling person not otherwise excluded in
91.23 this subdivision; and

91.24 (5) a natural person who owns less than five percent of the outstanding common shares
91.25 of a corporation:

91.26 (i) whose securities are exempt by virtue of section 80A.45, clause (6); or

91.27 (ii) whose transactions are exempt by virtue of section 80A.46, clause (7).

91.28 Sec. 30. Minnesota Statutes 2024, section 144.555, subdivision 1a, is amended to read:

91.29 Subd. 1a. **Notice of closing, curtailing operations, relocating services, or ceasing to**
91.30 **offer certain services; hospitals.** (a) The controlling persons of a hospital licensed under
91.31 sections 144.50 to 144.56 or a hospital campus must notify the commissioner of health, the
92.1 public, and others at least 182 days before the hospital or hospital campus voluntarily plans
92.2 to implement one of the scheduled actions listed in paragraph (b), unless the controlling

21.26 persons can demonstrate to the commissioner that meeting the advanced notice requirement
21.27 is not feasible and the commissioner approves a shorter advanced notice.

21.28 (b) The following scheduled actions require advanced notice under paragraph (a):

21.29 (1) ceasing operations;

21.30 (2) curtailing operations to the extent that emergency department services or patients
21.31 receiving inpatient health services must be relocated;

22.1 (3) relocating the provision of inpatient health services or emergency department services
22.2 to another hospital or ~~another~~ hospital campus; or

22.3 (4) ceasing to offer inpatient maternity care and inpatient newborn care services, inpatient
22.4 intensive care unit services, inpatient mental health services, or inpatient substance use
22.5 disorder treatment services.

22.6 (c) A notice required under this subdivision must comply with the requirements in
22.7 subdivision 1d.

22.8 (d) The commissioner shall cooperate with the controlling persons and advise them
22.9 about relocating the patients.

22.10 (e) For purposes of this subdivision, "inpatient" means services that are provided to a
22.11 person who has been admitted to a hospital for bed occupancy.

22.12 Sec. 5. Minnesota Statutes 2024, section 144.555, subdivision 1b, is amended to read:

22.13 Subd. 1b. **Public hearing.** Within 30 days after receiving notice under subdivision 1a,
22.14 the commissioner shall conduct a public hearing on the scheduled cessation of operations,
22.15 curtailment of operations, relocation of health services, or cessation in offering health
22.16 services. The commissioner must provide adequate public notice of the hearing in a time
22.17 and manner determined by the commissioner. The commissioner must ensure that video
22.18 conferencing technology is used at the public hearing to allow members of the public to
22.19 view and participate in the hearing. The controlling persons of the hospital or hospital
22.20 campus must participate in the public hearing. The public hearing must be held at a location
22.21 that is within ten miles of the hospital or hospital campus or with the commissioner's approval
22.22 as close as is practicable, that can accommodate the hearing's anticipated public attendance,
22.23 and that is provided or arranged by the hospital or hospital campus. ~~Video conferencing~~
22.24 technology must be used to allow members of the public to view and participate in the
22.25 hearing. The public hearing must include:

22.26 (1) an explanation by the controlling persons of the reasons for ceasing or curtailing
22.27 operations, relocating health services, or ceasing to offer any of the listed health services;

22.28 (2) a description of the actions that controlling persons will take to ensure that residents
22.29 in the hospital's or campus's service area have continued access to the health services being
22.30 eliminated, curtailed, or relocated;

92.3 persons can demonstrate to the commissioner that meeting the advanced notice requirement
92.4 is not feasible and the commissioner approves a shorter advanced notice.

92.5 (b) The following scheduled actions require advanced notice under paragraph (a):

92.6 (1) ceasing operations;

92.7 (2) curtailing operations to the extent that patients inpatients or emergency department
92.8 services must be relocated;

92.9 (3) relocating the provision of inpatient health services or emergency department services
92.10 to another hospital or ~~another~~ hospital campus; or

92.11 (4) ceasing to offer inpatient maternity care and inpatient newborn care services, inpatient
92.12 intensive care unit services, inpatient mental health services, or inpatient substance use
92.13 disorder treatment services.

92.14 (c) A notice required under this subdivision must comply with the requirements in
92.15 subdivision 1d.

92.16 (d) The commissioner shall cooperate with the controlling persons and advise them
92.17 about relocating the patients.

92.18 (e) For purposes of this subdivision, "inpatient" means services that are provided to a
92.19 person who has been admitted to a hospital for bed occupancy.

92.20 Sec. 31. Minnesota Statutes 2024, section 144.555, subdivision 1b, is amended to read:

92.21 Subd. 1b. **Public hearing.** Within 30 days after receiving notice under subdivision 1a,
92.22 the commissioner shall conduct a public hearing on the scheduled cessation of operations,
92.23 curtailment of operations, relocation of health services, or cessation in offering health
92.24 services. The commissioner must provide adequate public notice of the hearing in a time
92.25 and manner determined by the commissioner. The commissioner must ensure that video
92.26 conferencing technology will be used to allow members of the public to view and participate
92.27 in the hearing. The controlling persons of the hospital or hospital campus must participate
92.28 in the public hearing. The public hearing must be held at a location that is within ten miles
92.29 of the hospital or hospital campus and can accommodate anticipated public attendance or
92.30 with the commissioner's approval as close as is practicable, and that is provided or arranged
92.31 by the hospital or hospital campus. ~~Video conferencing technology must be used to allow~~
93.1 ~~members of the public to view and participate in the hearing.~~ The public hearing must
93.2 include:

93.3 (1) an explanation by the controlling persons of the reasons for ceasing or curtailing
93.4 operations, relocating health services, or ceasing to offer any of the listed health services;

93.5 (2) a description of the actions that controlling persons will take to ensure that residents
93.6 in the hospital's or campus's service area have continued access to the health services being
93.7 eliminated, curtailed, or relocated;

22.31 (3) an opportunity for at least one hour of public testimony on the scheduled cessation
22.32 or curtailment of operations, relocation of health services, or cessation in offering any of
23.1 the listed health services, and on the hospital's or campus's plan to ensure continued access
23.2 to those health services being eliminated, curtailed, or relocated; and

23.3 (4) an opportunity for the controlling persons to respond to questions from interested
23.4 persons.

23.5 Sec. 6. [144.6584] INFORMED CONSENT REQUIRED FOR SENSITIVE
23.6 EXAMINATIONS.

23.7 Subdivision 1. **Definition.** For purposes of this section, "sensitive examination" means
23.8 a pelvic, breast, urogenital, or rectal examination.

23.9 Subd. 2. **Informed consent required; exceptions.** A health professional, or a student
23.10 or resident participating in a course of instruction, clinical training, or a residency program
23.11 for a health profession, must not perform a sensitive examination on an anesthetized or
23.12 unconscious patient unless:

23.13 (1) the patient or the patient's legally authorized representative provided prior written,
23.14 informed consent to the sensitive examination for preventive, diagnostic, or treatment
23.15 purposes;

23.16 (2) the patient or the patient's legally authorized representative provided prior written,
23.17 informed consent to the sensitive examination being performed solely for educational or
23.18 training purposes;

23.19 (3) the patient or the patient's legally authorized representative provided prior written,
23.20 informed consent to a surgical procedure or diagnostic examination and the sensitive
23.21 examination is related to that surgical procedure or diagnostic examination and is medically
23.22 necessary;

23.23 (4) the patient is unconscious and incapable of providing informed consent and the
23.24 sensitive examination is medically necessary for diagnostic or treatment purposes; or

23.25 (5) the sensitive examination is performed by a health professional qualified to perform
23.26 the examination and is performed for purposes of collecting evidence or documenting
23.27 injuries.

93.8 (3) an opportunity for public testimony for at least one hour on the scheduled cessation
93.9 or curtailment of operations, relocation of health services, or cessation in offering any of
93.10 the listed health services, and on the hospital's or campus's plan to ensure continued access
93.11 to those health services being eliminated, curtailed, or relocated; and

93.12 (4) an opportunity for the controlling persons to respond to questions from interested
93.13 persons.

SECTIONS 32 AND 33 WERE REMOVED TO MATCH WITH H2435-3
ARTICLE 1 SECTIONS 11 AND 12, RESPECTIVELY.

SECTION 34 WAS REMOVED TO MATCH WITH H2464-2 (HEALTH POLICY)
ARTICLE 1 SECTION 4.

96.17 Sec. 35. [145.076] INFORMED CONSENT REQUIRED FOR SENSITIVE
96.18 EXAMINATIONS.

96.19 Subdivision 1. **Definition.** For purposes of this section, "sensitive examination" means
96.20 a pelvic, breast, urogenital, or rectal examination.

96.21 Subd. 2. **Informed consent required; exceptions.** A health professional, or a student
96.22 or resident participating in a course of instruction, clinical training, or a residency program
96.23 for a health profession, shall not perform a sensitive examination on an anesthetized or
96.24 unconscious patient unless:

96.25 (1) the patient or the patient's legally authorized representative provided prior, written,
96.26 informed consent to the sensitive examination and the sensitive examination is necessary
96.27 for preventive, diagnostic, or treatment purposes;

96.28 (2) the patient or the patient's legally authorized representative provided prior, written,
96.29 informed consent to a surgical procedure or diagnostic examination and the sensitive
96.30 examination is within the scope of care ordered for that surgical procedure or diagnostic
96.31 examination;

97.1 (3) the patient is unconscious and incapable of providing informed consent and the
97.2 sensitive examination is necessary for diagnostic or treatment purposes; or

97.3 (4) a court ordered a sensitive examination to be performed for purposes of collection
97.4 of evidence.

23.28 Subd. 3. **Ground for disciplinary action.** A violation of this section is a ground for
23.29 disciplinary action by the health-related licensing board regulating the individual who
23.30 violated this section.

97.5 Subd. 3. **Penalty; ground for disciplinary action.** A person who violates this section
97.6 is subject to disciplinary action by the health-related licensing board regulating the person.

SECTION 36 WAS REMOVED TO MATCH WITH H2435-3 ARTICLE 1
SECTION 13

SECTION 37 WAS REMOVED TO MATCH WITH H2464-2 (HEALTH POLICY)
ARTICLE 1 SECTION 6.

98.21 Sec. 38. Minnesota Statutes 2024, section 145.987, subdivision 1, is amended to read:

98.22 Subdivision 1. **Establishment; composition of advisory council.** The health equity
98.23 advisory and leadership (HEAL) council consists of 18 members appointed by the
98.24 commissioner of health, including but not limited to members who will provide representation
98.25 from the following groups:

- 98.26 (1) African American and African heritage communities;
98.27 (2) Asian American and Pacific Islander communities;
98.28 (3) Latina/o/x communities;
98.29 (4) American Indian communities and Tribal governments and nations;
99.1 (5) disability communities;
99.2 (6) lesbian, gay, bisexual, transgender, and queer (LGBTQ) communities; and
99.3 (7) representatives who reside outside the seven-county metropolitan area.

99.4 Sec. 39. Minnesota Statutes 2024, section 145.987, subdivision 2, is amended to read:

99.5 Subd. 2. **Organization and meetings.** (a) Terms, compensation, and removal of members
99.6 of the advisory council shall be as provided in section 15.059, subdivisions 2 to 4, except
99.7 that terms for advisory council members shall be for two years. Members may be reappointed
99.8 to serve up to two additional terms. Notwithstanding section 15.059, subdivision 6, the
99.9 advisory council shall not expire. The commissioner shall recommend appointments to
99.10 replace members vacating their positions in a timely manner, no more than three months
99.11 after the advisory council reviews panel recommendations.

99.12 (b) The commissioner must convene meetings at least quarterly and must provide meeting
99.13 space and administrative support to the advisory council. Subcommittees may be convened
99.14 as necessary. Advisory council meetings are subject to the Open Meeting Law under chapter
99.15 13D.

99.16 Sec. 40. **[148.781] CENTRAL SERVICE TECHNICIAN.**

99.17 Subdivision 1. **Application.** This section applies to persons who perform the functions
99.18 of a central service technician in a health care facility.

99.19 Subd. 2. **Definitions.** For purposes of this section, the following terms have the meanings
99.20 given:

99.21 (1) "central service technician" means a person who decontaminates, inspects, assembles,
99.22 packages, and sterilizes reusable medical instruments or devices used by a health care
99.23 facility;

99.24 (2) "health care facility" means a hospital or ambulatory surgical center; and

99.25 (3) "health care practitioner" means an individual regulated by a health-related licensing
99.26 board as defined in section 214.01, subdivision 2, or by the commissioner of health under
99.27 sections 148.511 to 148.5198, to the extent the individual provides services in a health care
99.28 facility and the tasks of a central service technician are within the individual's scope of
99.29 practice. Health care practitioner includes an intern, resident, or fellow who performs or
99.30 assists with surgery.

100.1 Subd. 3. **Requirements for central service technician.** (a) A health care facility shall
100.2 employ or otherwise retain the services of a central service technician only if the central
100.3 service technician:

100.4 (1) has successfully passed a nationally accredited examination for central service
100.5 technicians and holds and maintains one of the following credentials administered by a
100.6 nationally accredited central service technician credentialing organization: a certified
100.7 registered central service technician credential, a certified endoscope reprocessor credential,
100.8 a certified sterile processing and distribution technician credential, or a certified flexible
100.9 endoscope reprocessor credential; or

100.10 (2) provides evidence that the person was employed by or was retained as a central
100.11 service technician by a health care facility on or before December 31, 2027.

100.12 (b) A central service technician who does not meet the requirements of paragraph (a),
100.13 clause (1), shall have 24 months from the date of hire to obtain a certified registered central
100.14 service technician credential, a certified endoscope reprocessor credential, a certified sterile
100.15 processing and distribution technician credential, or a certified flexible endoscope reprocessor
100.16 credential.

100.17 (c) A person who qualifies to operate as a central service technician in a health care
100.18 facility under paragraph (a) must annually complete ten hours of continuing education
100.19 credits to remain qualified to operate as a central service technician. The continuing education
100.20 required under this paragraph must be related to the functions of a central service technician.

100.21 (d) Nothing in this subdivision shall prohibit the following persons from performing the
100.22 tasks or functions of a central service technician:

100.23 (1) a health care practitioner;

100.24 (2) a person who holds or maintains a registration, certification, or license by a nationally
100.25 accredited credentialing organization to perform health care services; or

100.26 (3) a student or intern performing the functions of a central service technician under the
100.27 direct supervision of a health care practitioner as part of the student's or intern's training or
100.28 internship.

100.29 (e) A health care facility shall, upon the written request of a central service technician,
100.30 verify in writing the central service technician's dates of employment or the contract period
100.31 during which the central service technician provided services to the health care facility.

100.32 **EFFECTIVE DATE.** This section is effective 180 days after final enactment.

101.1 Sec. 41. **TRANSFER OF PROGRAM.**

101.2 The healthy eating, here at home program is transferred from the Minnesota Humanities
101.3 Center to the Department of Health on July 1, 2025. The provisions of Minnesota Statutes,
101.4 section 15.039, apply to this transfer.

101.5 Sec. 42. **REVISOR INSTRUCTION.**

101.6 The revisor of statutes shall renumber Minnesota Statutes, section 138.912, as section
101.7 144.0554. The revisor shall make any cross-reference changes necessary resulting from the
101.8 renumbering of the healthy eating, here at home program.

101.9 Sec. 43. **REPEALER.**

101.10 Minnesota Statutes 2024, sections 62K.10, subdivision 3; and 138.912, subdivision 7,
101.11 are repealed.