S.F. No. 2836 and H.F. No. 3024, which had been referred to the Chief Clerk for comparison, were examined and found to be not identical.

The following document shows the differences between S.F. No. 2836, the first engrossment, and H.F. No. 3024, the first engrossment.

May 2, 2018

Patrick D. Murphy Chief Clerk, House of Representatives

## **Explanation of Comparison Reports**

When a Senate File is received from the Senate, it is given its first reading and must be referred to the appropriate standing committee or division under Rule 1.11.

But if the House File companion of that Senate File has already been reported out of Committee and given its second reading and is on the General Register, the Senate File must be referred to the Chief Clerk for comparison pursuant to Rule 1.15.

The Chief Clerk reports whether the bills were found to be identical or not identical. Once the bills have been compared and the differences have been reported, the Senate File is given its second reading and is substituted for the House File. The House File is then considered withdrawn.

Pursuant to rule 3.33, if the bills are not identical and the chief author of the bill wishes to use the House language, the chief author must give notice of their intent to substitute the House language when the bill is placed on the Calendar for the Day or the Fiscal Calendar. If the chief author of the bill wishes to keep the Senate language, no action is required.

H3024-1

1.1	A bill for an act
1.2	relating to health care; prohibiting a health plan company from contractually
1.3	preventing a pharmacist from informing a patient of a price differential; establishing
1.4	a standard for prescription cost to consumers; amending Minnesota Statutes 2016,
1.5	sections 151.214, subdivision 2; 151.71, by adding a subdivision.
1.6	BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MINNESOTA:
1.7	Section 1. Minnesota Statutes 2016, section 151.214, subdivision 2, is amended to read:
1.8	Subd. 2. No prohibition on disclosure. No contracting agreement between an
1.9	employer-sponsored health plan or health plan company, or its contracted pharmacy benefit
1.10	manager, and a resident or nonresident pharmacy registered licensed under this chapter,
1.11	may prohibit the:
1.12	(1) a pharmacy from disclosing to patients information a pharmacy is required or given
1.13	the option to provide under subdivision 1; or
1.14	(2) a pharmacist from informing a patient when the amount the patient is required to
1.15	pay under the patient's health plan for a particular drug is greater than the amount the patient
1.16	would be required to pay for the same drug if purchased out-of-pocket at the pharmacy's
1.17	usual and customary price.
1.10	Car 2 Minus et Chatter 2017 and in 151 71 in an and allowed division to
1.18	Sec. 2. Minnesota Statutes 2016, section 151.71, is amended by adding a subdivision to
1.19	read:
1.20	Subd. 3. Lowest cost to consumers. (a) A health plan company or pharmacy benefits
1.21	manager shall not require an individual to make a payment at the point of sale for a covered
2.1	prescription medication in an amount greater than the allowable cost to consumers, as
2.2	defined in paragraph (b).
2.3	(b) For purposes of paragraph (a), "allowable cost to consumers" means the lowest of:
2.4	(1) the applicable co-payment for the prescription medication; or (2) the amount an individual
2.5	would pay for the prescription medication if the individual purchased the prescription
2.6	medication without using a health plan benefit.

May 02, 2018 House Desk/Senate Comparison Report S2836-1

.1 .2 .3 .4	A bill for an act relating to health care; prohibiting a health plan company from contractually preventing a pharmacist from informing a patient of a price differential; amending Minnesota Statutes 2016, sections 151.214; 151.71, by adding a subdivision.
.5	BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MINNESOTA:
.6	Section 1. Minnesota Statutes 2016, section 151.214, is amended to read:
.7	151.214 PAYMENT DISCLOSURE.
.8 .9 .10 .11	Subdivision 1. <b>Explanation of pharmacy benefits.</b> A pharmacist licensed under this chapter must provide to a patient, for each prescription dispensed where part or all of the cost of the prescription is being paid or reimbursed by an employer-sponsored plan or health plan company, or its contracted pharmacy benefit manager, the patient's co-payment amount and, the pharmacy's own usual and customary price of the prescription or, and the net amount
.13	the pharmacy will be paid for the prescription drug receive from all sources for dispensing

PAGE R1

H3024-1

May 02, 2018

House Desk/Senate Comparison Report

S2836-1

14 15	the prescription drug, once the claim has been completed by the patient's employer-sponsored plan or health plan company, or its contracted pharmacy benefit manager.
16 17 18 19	Subd. 2. <b>No prohibition on disclosure.</b> No contracting agreement between an employer-sponsored health plan or health plan company, or its contracted pharmacy benefit manager, and a resident or nonresident pharmacy <u>registered licensed</u> under this chapter, may prohibit <u>the:</u>
20 21	(1) a pharmacy from disclosing to patients information a pharmacy is required or given the option to provide under subdivision 1; or
22 23 1 2	(2) a pharmacist from informing a patient when the amount the patient is required to pay under the patient's health plan for a particular drug is greater than the amount the patient would be required to pay for the same drug if purchased out-of-pocket at the pharmacy's usual and customary price.
3	Sec. 2. Minnesota Statutes 2016, section 151.71, is amended by adding a subdivision to read:
5 6 7 8	Subd. 3. <b>Synchronization of refills.</b> (a) For purposes of this subdivision, "synchronization" means the coordination of prescription drug refills for a patient taking two or more medications for one or more chronic conditions, to allow the patient's medications to be refilled on the same schedule for a given period of time.
9 10 11	(b) A contract between a pharmacy benefit manager and a pharmacy must allow for synchronization of prescription drug refills for a patient on at least one occasion per year, if the following criteria are met:
12 13	(1) the prescription drugs are covered under the patient's health plan or have been approved by a formulary exceptions process;
14 15	(2) the prescription drugs are maintenance medications as defined by the health plan and have one or more refills available at the time of synchronization;
16 17	(3) the prescription drugs are not Schedule II, III, or IV controlled substances; (4) the patient meets all utilization management criteria relevant to the prescription drug
18	at the time of synchronization;
19 20	(5) the prescription drugs are of a formulation that can be safely split into short-fill periods to achieve synchronization; and
21 22	(6) the prescription drugs do not have special handling or sourcing needs that require a single, designated pharmacy to fill or refill the prescription.
23 24 25 26	(c) When necessary to permit synchronization, the pharmacy benefit manager shall apply a prorated, daily patient cost-sharing rate to any prescription drug dispensed by a pharmacy under this subdivision. The dispensing fee shall not be prorated, and all dispensing fees shall be based on the number of prescriptions filled or refilled.