HOUSE BILL 1034

J1, C3

1lr2575

By: Delegate Cullison

Introduced and read first time: February 5, 2021 Assigned to: Health and Government Operations

Committee Report: Favorable House action: Adopted Read second time: March 3, 2021

CHAPTER

AN ACT concerning 1

$\mathbf{2}$ **Prescription Drug Affordability Board – Plan of Action – Repeal of Date for** 3 Submission

FOR the purpose of repealing the date by which the Prescription Drug Affordability Board 4 is required to submit a certain plan of action regarding the establishment of a process $\mathbf{5}$ 6 for setting the upper payment limits for certain prescription drug products to the 7 Legislative Policy Committee of the General Assembly; and generally relating to the

- submission of a plan of action by the Prescription Drug Affordability Board. 8
- 9 BY repealing and reenacting, without amendments,
- 10 Article – Health – General
- Section 21-2C-13(a)11
- 12Annotated Code of Maryland
- (2019 Replacement Volume and 2020 Supplement) 13
- 14BY repealing and reenacting, with amendments,
- Article Health General 15
- Section 21-2C-13(d)16
- 17Annotated Code of Maryland
- (2019 Replacement Volume and 2020 Supplement) 18
- SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF MARYLAND, 1920
- That the Laws of Maryland read as follows:
- 21

Article – Health – General

EXPLANATION: CAPITALS INDICATE MATTER ADDED TO EXISTING LAW.

[Brackets] indicate matter deleted from existing law.

Underlining indicates amendments to bill.

Strike out indicates matter stricken from the bill by amendment or deleted from the law by amendment.



 $\mathbf{2}$

1 21–2C–13.

2 (a) If, under § 21–2C–07 of this subtitle, the Board finds that it is in the best 3 interest of the State to establish a process for setting upper payment limits for prescription 4 drug products that it determines have led or will lead to an affordability challenge, the 5 Board, in conjunction with the Stakeholder Council, shall draft a plan of action for 6 implementing the process that includes the criteria the Board shall use to set upper 7 payment limits.

8 (d) (1) If a plan of action is drafted under subsection (a) of this section, [on or 9 before July 1, 2021,] the Board shall submit the plan of action to the Legislative Policy 10 Committee of the General Assembly, in accordance with § 2–1257 of the State Government 11 Article, for its approval.

12 (2) The Legislative Policy Committee shall have 45 days to approve the 13 plan of action.

14 (3) If the Legislative Policy Committee does not approve the plan of action,
15 the Board shall submit the plan to the Governor and the Attorney General for approval.

16 (4) The Governor and the Attorney General shall have 45 days to approve17 the plan of action.

18 (5) The Board may not set upper payment limits unless the plan is 19 approved, in accordance with this subsection, by:

- 20 (i) The Legislative Policy Committee; or
- 21 (ii) 1. The Governor; and

22 2. The Attorney General.

23 SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect June24 1, 2021.

Approved:

Governor.

Speaker of the House of Delegates.

President of the Senate.