J5 2lr2473

By: Delegates K. Young and Krebs

Introduced and read first time: February 10, 2022 Assigned to: Health and Government Operations

A BILL ENTITLED

4	A TAT		•
1	AN	\mathbf{ACT}	concerning
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Pharmacy Benefits Managers – Prohibitions Related to Reimbursement and Use of Specific Pharmacy Requirement – Application

- FOR the purpose of repealing the authority of certain pharmacy benefits managers to require a beneficiary to use a specific pharmacy or entity for a specialty drug; altering the application of the prohibition on certain pharmacy benefits managers reimbursing a pharmacy or pharmacist in an amount less than the amount that the pharmacy benefits manager reimburses itself or an affiliate for providing the same product or service; and generally relating to pharmacy benefits managers.
- 10 BY repealing and reenacting, with amendments,
- 11 Article Insurance
- 12 Section 15–1611.1 and 15–1612
- 13 Annotated Code of Maryland
- 14 (2017 Replacement Volume and 2021 Supplement)
- 15 SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF MARYLAND,
- 16 That the Laws of Maryland read as follows:

17 Article – Insurance

- 18 15–1611.1.
- 19 (a) This section applies only to a pharmacy benefits manager that provides 20 pharmacy benefits management services on behalf of a carrier.
- 21 (b) [Except as provided in subsection (c) of this section, a] A pharmacy benefits 22 manager may not require that a beneficiary use a specific pharmacy or entity to fill a 23 prescription if:



- 2 **HOUSE BILL 1015** 1 the pharmacy benefits manager or a corporate affiliate of the pharmacy (1) 2 benefits manager has an ownership interest in the pharmacy or entity; or 3 the pharmacy or entity has an ownership interest in the pharmacy benefits manager or a corporate affiliate of the pharmacy benefits manager. 4 5 (c) A pharmacy benefits manager may require a beneficiary to use a specific 6 pharmacy or entity for a specialty drug as defined in § 15–847 of this title. 7 15–1612. 8 This section applies only to a pharmacy benefits manager that provides (a) pharmacy benefits management services on behalf of a carrier. 9 10 (b) This section does not apply to reimbursement: 11 (1) for specialty drugs; 12 (2) for mail order drugs; or 13 to a chain pharmacy with more than 15 stores or a pharmacist who is (3)an employee of the chain pharmacy. 14 A pharmacy benefits manager may not reimburse a pharmacy or 15 [(c)] **(B)** pharmacist for a pharmaceutical product or pharmacist service in an amount less than the 16 17 amount that the pharmacy benefits manager reimburses itself or an affiliate for providing 18 the same product or service.
- SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect October 1, 2022.