[First Reprint] ASSEMBLY, No. 5449

STATE OF NEW JERSEY 218th LEGISLATURE

INTRODUCED MAY 23, 2019

Sponsored by: Assemblywoman ANNETTE QUIJANO District 20 (Union) Assemblywoman JOANN DOWNEY District 11 (Monmouth) Assemblyman ERIC HOUGHTALING District 11 (Monmouth) Assemblyman PAUL D. MORIARTY District 4 (Camden and Gloucester)

Co-Sponsored by:

Assemblywomen Vainieri Huttle, DiMaso, Murphy, Assemblyman Tully and Assemblywoman Swain

SYNOPSIS

Requires New Jersey State Board of Pharmacy to establish prescription drug pricing disclosure website and certain pharmaceutical manufacturing companies to provide prescription drug price information.

CURRENT VERSION OF TEXT

As reported by the Assembly Health and Senior Services Committee on December 5, 2019, with amendments.



(Sponsorship Updated As Of: 12/17/2019)

A5449 [1R] QUIJANO, DOWNEY

1

2

3

4 5

6

7 8

9

10

11 12

13

15

16 17

18

19

21

25

28

29

31

35

37

39

40

41

43

45

AN ACT concerning the disclosure of prescription drug price information and supplementing P.L.2003, c.280 (C.45:14-40 et seq.) and Title 24 of the Revised Statutes. **BE IT ENACTED** by the Senate and General Assembly of the State of New Jersey: 1. a. The New Jersey State Board of Pharmacy shall develop a prescription drug pricing disclosure website in order to make prescription drug price information available to New Jersey practitioners. The website shall have a dedicated link that is prominently displayed on the board's home page. b. The website shall include, at a minimum, the following data 14 elements, separated by therapeutic category: (1) name of the product; (2) whether the drug is brand name or generic; (3) drug strength; (4) per-unit wholesale acquisition cost of the drug, provided to the board by pharmaceutical manufacturing companies pursuant to 20 section 2 of P.L. , c. (C.) (pending before the Legislature as this bill); and 22 (5) any disclaimers deemed appropriate by the board 1 <u>that are</u> 23 not inconsistent with State or federal law or regulations¹. The board shall actively seek grant funds to implement the 24 c. provisions of this section, and implementation shall be contingent 26 upon the board obtaining sufficient grant funds for the 27 development, operation, and continued maintenance of the prescription drug pricing disclosure website. The board shall have the authority to enter into a contract for the administration of the 30 board's responsibilities pursuant to this section. d. Each State board and other entity that, under Title 45 of the 32 Revised Statutes, regulates individuals with prescriptive authority in 33 New Jersey shall advise the licensees of the board or entity at least 34 once annually of the opportunity to access the prescription drug pricing disclosure website. 36 For the purposes of the prescription drug pricing 2. a. disclosure website required by the New Jersey State Board of 38 Pharmacy pursuant to section 1 of P.L., c. (C.) (pending before the Legislature as this bill), each pharmaceutical manufacturing company that engages in prescription drug 42 marketing, either directly or through the use of a pharmaceutical marketer, with a New Jersey practitioner as defined in section 2 of 44 P.L.2003, c.280 (C.45:14-41), a practitioner's designee, or any member of a practitioner's staff, shall provide to the New Jersey

Matter underlined thus is new matter.

Matter enclosed in superscript numerals has been adopted as follows: ¹Assembly AHE committee amendments adopted December 5, 2019.

EXPLANATION – Matter enclosed in bold-faced brackets [thus] in the above bill is not enacted and is intended to be omitted in the law.

3

State Board of Pharmacy, no later than ¹[January first, April first,
July first, and October first] <u>30 days after the end</u>¹ of each ¹<u>quarter</u>
<u>of the</u>¹ calendar year, the current wholesale acquisition cost
information for the pharmaceutical drugs or biological products
marketed in the State by that company.

b. The provisions of this section shall only apply to
prescription drug marketing engaged in by a pharmaceutical
manufacturing company and a practitioner, a practitioner's
designee, or any member of a practitioner's staff, while physically
present in the state of New Jersey.

c. Any pharmaceutical manufacturing company that fails to 11 12 comply with the requirements of this section shall be liable to a 13 penalty as follows: for the first offense, not less than \$200 nor 14 more than \$5,000; and, for the second and each succeeding offense, 15 not less than \$1,000 nor more than \$20,000. The penalties shall be 16 enforced by the Director of Consumer Affairs in the Department of 17 Law and Public Safety in a summary proceeding in accordance with 18 the "Penalty Enforcement Law of 1999," P.L.1999, c.274 (C.2A:58-19 10 et seq.).

20

d. For purposes of this section:

21 "Pharmaceutical marketer" means a person who, while employed
22 by or under contract to represent a pharmaceutical manufacturing
23 company, engages in prescription drug marketing activities.

24 "Prescription drug marketing" means any activity, including, but
25 not limited to, in-person meetings, physical mailings, telephonic
26 conversations, video conferencing, electronic mail, or facsimile,
27 that provides educational or marketing information or materials
28 regarding a prescription drug.

29 "Wholesale acquisition cost" means the pharmaceutical 30 manufacturing company's list price for the pharmaceutical drug or 31 biological product to wholesalers or direct purchasers in the United 32 States for the most recent month for which the information is 33 available, as reported in wholesale price guides or other 34 publications of pharmaceutical drug or biological product pricing data, not including prompt pay or other discounts, rebates, or 35 reductions in price. 36

37 38

3. This act shall take effect immediately.