SENATE RESOLUTION No. 112

STATE OF NEW JERSEY

219th LEGISLATURE

INTRODUCED FEBRUARY 22, 2021

Sponsored by: Senator JOSEPH PENNACCHIO District 26 (Essex, Morris and Passaic)

SYNOPSIS

Urges Biden Administration to lift regulatory freeze on executive orders designed to reduce cost of life-saving prescription drugs for Americans.

CURRENT VERSION OF TEXT

As introduced.



A SENATE RESOLUTION urging the Biden Administration to lift the regulatory freeze on executive orders designed to reduce the cost of life-saving prescription drugs for Americans.

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- WHEREAS, On July 24, 2020, President Donald J. Trump issued executive orders designed to significantly lower the price of life-saving prescription drugs for Americans, including drugs such as insulin and epinephrine; and
- WHEREAS, According to the U.S. Department of Health and Human Services, President Trump's executive orders would "[e]nd a shadowy system of kickbacks by middlemen that lurks behind the high out-of-pocket costs many Americans face at the pharmacy counter," and would provide Americans more options on purchasing the drugs; and
- WHEREAS, As President Trump signed the executive orders, he stated,
 "[t]he four orders I'm signing today will be on the prescription drug
 market in terms of pricing and everything else to make these
 medications affordable and accessible for all Americans." "The
 first order will require federal community health centers to pass the
 giant discounts they received from drug companies on insulin and
 EpiPens directly to their patients"; and
 - WHEREAS, President Trump added, "the price of insulin for affected patients will come down to just pennies a day, pennies a day from numbers that you weren't even able to think about. It's a massive cost savings." Providers "should not be receiving discounts for themselves while charging their poorest patients massive full prices," said President Trump; and
 - WHEREAS, President Trump explained that his executive orders would allow states, wholesalers, and pharmacies to offer "safe and legal importation of prescription drugs from Canada and other countries where the price for the identical drug is incredibly lower"; and
- 32 WHEREAS, Referencing his fourth executive order, President Trump 33 stated, "[f]or decades our citizens have paid the highest prices for 34 drugs, prescription drugs, anywhere in the world (...) foreign 35 nations have paid vastly less for the exact same drug again and the exact same box from the exact same plant, from the exact same 36 37 company." "This means that Americans are funding the enormous 38 cost of drug research and development for the entire planet," said 39 President Trump"; and
- 40 WHEREAS, According to the U.S. Department of Health and Human 41 Services, under President Trump's executive orders: American 42 seniors would receive discounts in Medicare Part D; federally qualified health centers who purchase insulin and epinephrine 43 44 would pass savings from discounted drug prices directly on to 45 medically underserved patients, thus increasing access to life-46 saving insulin and epinephrine for patients who face especially high 47 costs and who are uninsured; a rule allowing states to develop safe 48 importation plans for certain prescription drugs would be finalized;

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the re-importation of insulin products made in the United States, if re-importation is required for emergency medical care, would be authorized; a pathway would be created for safe personal importation through the use of individual waivers to purchase drugs at lower cost from pre-authorized domestic pharmacies; and actions would be taken to ensure that Medicare and seniors pay no more for Medicare Part B drugs than is paid in any economically comparable nation, thus ending foreign reliance on American taxpayer and American pharmaceutical funding and investments to keep the price of their prescription drugs artificially low; and

WHEREAS, On January 20, 2021, the Biden Administration announced a regulatory freeze on the implementation of President Trump's executive orders; and

WHEREAS, By delaying in the implementation of President Trump's executive orders, millions of Americans who need prescription drugs, such as insulin and epinephrine, are placed in peril, including seniors, the impoverished, and the uninsured; and

WHEREAS, It is altogether fitting and proper for this House to urge the Biden Administration to immediately implement the provisions of President Trump's executive orders to ensure that foreign nations pay their fair share for the cost of prescription drugs and to protect the sick and less fortunate among us by lowering the cost of life-saving prescription drugs for Americans; now, therefore,

BE IT RESOLVED by the Senate of the State of New Jersey:

1. The Senate of the State of New Jersey respectfully urges the Biden Administration to implement President Trump's Executive Orders Nos. 13937, 13838, 13939, and 13947 of 2020, to lower the cost of overpriced prescription drugs for millions of Americans who are struggling to pay for these life-saving drugs.

2. Copies of this resolution, as filed with the Secretary of State, shall be transmitted to the President of the United States, the Secretary of the U.S. Department of Health and Human Services, the Majority Leader of the United States Senate, the Speaker of the United States House of Representatives, and to each member of Congress elected from this State.

STATEMENT

 This resolution urges the Biden Administration to lift the regulatory freeze on executive orders that were designed to reduce the cost of life-saving prescription drugs for Americans.

On July 24, 2020, President Donald J. Trump issued executive orders designed to significantly lower the price of life-saving prescription drugs for Americans, such as insulin and epinephrine.

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1 According to the U.S. Department of Health and Human Services, 2 President Trump's executive orders would "[e]nd a shadowy system 3 of kickbacks by middlemen that lurks behind the high out-of-pocket 4 costs many Americans face at the pharmacy counter," and would 5 provide Americans more options on purchasing the drugs. 6 President Trump signed the executive orders, he stated, "[t]he four 7 orders I'm signing today will be on the prescription drug market in 8 terms of pricing and everything else to make these medications 9 affordable and accessible for all Americans." "The first order will 10 require federal community health centers to pass the giant discounts 11 they received from drug companies on insulin and EpiPens directly 12 to their patients." President Trump added, "the price of insulin for 13 affected patients will come down to just pennies a day, pennies a 14 day from numbers that you weren't even able to think about. It's a massive cost savings." Providers "should not be receiving discounts 15 16 for themselves while charging their poorest patients massive full 17 prices," said President Trump.

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According to the U.S. Department of Health and Human Services, under President Trump's executive orders: seniors would receive discounts in Medicare Part D; federally qualified health centers who purchase insulin and epinephrine would pass savings from discounted drug prices directly on to medically underserved patients, thus increasing access to life-saving insulin and epinephrine for patients who face especially high costs and who are uninsured; a rule allowing states to develop safe importation plans for certain prescription drugs would be finalized; the re-importation of insulin products made in the United States, if re-importation is required for emergency medical care, would be authorized; a pathway would be created for safe personal importation through the use of individual waivers to purchase drugs at lower cost from pre-authorized domestic pharmacies; and actions would be taken to ensure that Medicare and seniors pay no more for Medicare Part B drugs than is paid in any economically comparable nation, thus ending foreign reliance on American taxpayer and American pharmaceutical funding and investments to keep the price of their prescription drugs artificially low.

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- 6 peril, including seniors, the impoverished, and the uninsured.