

House Bill 4105

Sponsored by Representative NOSSE (Pre-session filed.)

SUMMARY

The following summary is not prepared by the sponsors of the measure and is not a part of the body thereof subject to consideration by the Legislative Assembly. It is an editor's brief statement of the essential features of the measure **as introduced**.

Requires pharmacy or pharmacist that dispenses biological product to report certain information electronically or to prescribing practitioner. Provides exceptions.

Declares emergency, effective on passage.

A BILL FOR AN ACT

1
2 Relating to biological products; creating new provisions; amending ORS 689.522; and declaring an
3 emergency.

4 **Be It Enacted by the People of the State of Oregon:**

5 **SECTION 1.** ORS 689.522 is amended to read:

6 689.522. *[(1) As used in this section:]*

7 *[(a) "Biological product" means, with respect to the prevention, treatment or cure of a disease or*
8 *condition of human beings, a virus, therapeutic serum, toxin, antitoxin, vaccine, blood, blood compo-*
9 *nent, blood derivative, allergenic product, protein other than a chemically synthesized polypeptide,*
10 *analogous products or arsphenamine or any other trivalent organic arsenic compound.]*

11 *[(b) "Biosimilar product" means a biological product licensed by the United States Food and Drug*
12 *Administration pursuant to 42 U.S.C. 262(k)(3)(A)(i).]*

13 *[(c) "Interchangeable" means, in reference to a biological product, that the United States Food and*
14 *Drug Administration has determined that a biosimilar product meets the safety standards set forth in*
15 *42 U.S.C. 262(k)(4).]*

16 *[(d) "Reference biological product" means the biological product licensed pursuant to 42 U.S.C.*
17 *262(a) against which a biological product is evaluated in an application submitted to the United States*
18 *Food and Drug Administration for licensure of a biological product as a biosimilar product or for*
19 *determination that a biosimilar product is interchangeable.]*

20 [(2)] **(1)** A pharmacy or pharmacist filling a prescription order for a biological product may not
21 substitute a *[biosimilar]* **biological** product for the prescribed biological product unless:

22 (a) The *[biosimilar]* **substitute biological** product has been determined by the United States
23 Food and Drug Administration to be interchangeable with the prescribed biological product;

24 (b) The prescribing practitioner has not designated on the prescription that substitution is pro-
25 hibited;

26 (c) The patient for whom the biological product is prescribed is informed of the substitution
27 prior to dispensing the *[biosimilar]* **substitute biological** product; and

28 (d) The pharmacy or pharmacist retains a record of the substitution for a period of not less than
29 three years.

30 **(2) Not later than five calendar days after the dispensing of a biological product, the**
31 **pharmacy or pharmacist, or the pharmacist's designee, shall communicate the specific bi-**

NOTE: Matter in **boldfaced** type in an amended section is new; matter *[italic and bracketed]* is existing law to be omitted.
New sections are in **boldfaced** type.

1 **ological product dispensed to the patient, including the name and manufacturer of the bi-**
 2 **ological product, by making an entry into an electronic records system that the prescribing**
 3 **practitioner can access electronically and that is:**

- 4 (a) **An interoperable electronic medical records system;**
- 5 (b) **An electronic prescribing technology;**
- 6 (c) **A pharmacy benefit management system; or**
- 7 (d) **A pharmacy record.**

8 (3) **If the pharmacy or pharmacist, or the pharmacist’s designee, does not have access**
 9 **to an electronic records system described in subsection (2) of this section, the pharmacy or**
 10 **pharmacist, or the pharmacist’s designee, shall communicate not later than five calendar**
 11 **days to the prescribing practitioner the specific biological product dispensed to the patient,**
 12 **including the name and manufacturer of the biological product. The communication may be**
 13 **by facsimile, electronic mail, telephone or another method.**

14 (4) **Notwithstanding subsections (2) and (3) of this section, the pharmacy or pharmacist,**
 15 **or the pharmacist’s designee, is not required to communicate to the prescribing practitioner**
 16 **the specific biological product dispensed to the patient if:**

17 (a) **The United States Food and Drug Administration has not approved an interchangea-**
 18 **ble biological product for the prescribed biological product; or**

19 (b) **The pharmacy or pharmacist is refilling a prescription and the pharmacy or**
 20 **pharmacist is dispensing the same biological product that was dispensed the last time the**
 21 **pharmacy or pharmacist filled or refilled the patient’s prescription.**

22 (5) **The entry described in subsection (2) of this section or the communication described**
 23 **in subsection (3) of this section provides notice to the prescribing provider of the dispensa-**
 24 **tion of a biological product to a patient.**

25 [(3)] (6) **The State Board of Pharmacy shall, [post and regularly update] on a website maintained**
 26 **by the board, maintain a link to the current list, if available, of biological [a list of biosimilar]**
 27 **products determined by the United States Food and Drug Administration to be interchangeable.**

28 (7) **For purposes of this section, the board shall adopt by rule definitions for the terms**
 29 **“biological product” and “interchangeable.” The rule defining the term “biological product”**
 30 **must be consistent with 42 U.S.C. 262(i)(1). The rule defining the term “interchangeable”**
 31 **must describe biological products that may be substituted for other biological products as**
 32 **meeting the standards in 42 U.S.C. 262(k)(4) or as being determined to be therapeutically**
 33 **equivalent by the United States Food and Drug Administration as set forth in the latest**
 34 **edition or supplement of the Approved Drug Products with Therapeutic Equivalence Evalu-**
 35 **ations.**

36 **SECTION 2. ORS 689.522 does not prohibit an insurer or other health care payer from**
 37 **requiring prior authorization or imposing other appropriate utilization controls in approving**
 38 **coverage for any biological product.**

39 **SECTION 3. This 2016 Act being necessary for the immediate preservation of the public**
 40 **peace, health and safety, an emergency is declared to exist, and this 2016 Act takes effect**
 41 **on its passage.**