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Medication Amendments

2025 GENERAL SESSION STATE OF UTAH

| | Chief Sponsor: Evan J. Vickers |
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| LONG T | TITLE |
| General | Description: |
| This | bill addresses the acquisition of certain drugs by pharmaceutical entities. |
| Highligh | nted Provisions: |
| This | bill: |
| ► de | efines terms, including "340B drug" and "pharmaceutical entity"; and |
| ► b | ans interfering with a pharmaceutical entity's acquisition of a 340B drug. |
| Money A | Appropriated in this Bill: |
| None | e |
| Other S ₁ | pecial Clauses: |
| None | e |
| Utah Co | de Sections Affected: |
| ENACT: | S: |
| 31A | -46-311 , Utah Code Annotated 1953 |
| Be it ena | cted by the Legislature of the state of Utah: |
| Se | ction 1. Section 31A-46-311 is enacted to read: |
| <u>31</u> | A-46-311 . Prohibited actions with respect to a pharmaceutical entity. |
| (1) As u | sed in this section, |
| <u>(a)</u> ' | 340B entity" means an entity authorized to participate in the federal 340B drug |
| <u>(</u> | discount program, as described in 42 U.S.C. Sec. 256b(a)(4). |
| <u>(b)</u> ' | 'Manufacturer" means the same as that term is defined in Section 1927(k) of the |
| <u>(</u> | Social Security Act. |
| <u>(c)</u> ' | Pharmaceutical entity" means a: |
| <u>(</u> | i) pharmaceutical manufacturer; |
| <u>(</u> | (ii) a person involved in the distribution of a pharmaceutical manufacturer's products, |
| | including a distributor or a third-party logistics provider; or |
| <u>(</u> | (iii) an agent or affiliate of a person described in Subsection (1)(a) or (1)(b). |
| (2) A ph | armaceutical entity may not directly or indirectly restrict or prohibit: |

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| 32 | (a) a pharmacy from contracting with a 340B entity, including by denying the pharmacy |
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| 33 | access to a drug that is manufactured by the pharmaceutical entity; |
| 34 | (b) a 340B entity from contracting with a pharmacy, including by denying the 340B |
| 35 | entity access to a drug that is manufactured by the pharmaceutical entity; |
| 36 | (c) the acquisition, dispensing, or delivery of a 340B drug to any location authorized by |
| 37 | a 340B entity to receive the drug, unless prohibited by federal law; or |
| 38 | (d) a 340B entity from receiving a 340B drug discount program pricing for a 340B drug, |
| 39 | including by imposing a time limitation on a 340B entity to replenish or submit a |
| 40 | claim for a 340B drug. |
| 41 | (3) A pharmaceutical entity may not directly or indirectly: |
| 42 | (a) require a 340B entity to purchase a 340B drug from a certain supplier if the |
| 43 | pharmaceutical entity would otherwise permit the 340B entity to purchase a drug that |
| 44 | is not a 340B drug from the supplier; |
| 45 | (b) require a 340B entity to submit any claim data, utilization data, or information about |
| 46 | a 340B entity's contracts with a third-party as a condition for allowing the acquisition |
| 47 | of a 340B drug by, or delivery of a 340B drug to, a 340B entity, unless the data or |
| 48 | information sharing is required by federal law; or |
| 49 | (c) otherwise interfere with: |
| 50 | (i) a contract between a pharmacy and a 340B entity; or |
| 51 | (ii) the ability of a pharmacy and a 340B entity to enter into a contract. |
| 52 | (4) Nothing in this section is to be construed to conflict with federal law. |
| 53 | Section 2. Effective Date. |
| 54 | This bill takes effect on May 7, 2025. |