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## AMENDMENTS TO LB316

Introduced by Banking, Commerce and Insurance.

- 1 1. Strike the original sections and insert the following new
- 2 section:
- 3 Section 1. (1) For purposes of this section:
- 4 (a) Contracted pharmacy means a pharmacy located in this state that
- 5 participates either in the network of a pharmacy benefit manager or in a
- 6 <u>health care or pharmacy benefits management plan through a direct</u>
- 7 contract or through a contract with a pharmacy services administration
- 8 organization, a group purchasing organization, or another contracting
- 9 <u>agent;</u>
- 10 (b) Covered entity means (i) a nonprofit hospital or medical
- 11 services corporation, an insurer, a third-party payor, a managed care
- 12 company, or a health maintenance organization, (ii) a health program
- 13 administered by the state in the capacity of provider of health insurance
- 14 coverage, or (iii) an employer, a labor union, or any other group of
- 15 persons organized in the state that provides health insurance coverage;
- 16 (c) Covered individual means a member, participant, enrollee,
- 17 contract holder, policyholder, or beneficiary of a covered entity who is
- 18 provided health insurance coverage by the covered entity and includes a
- 19 dependent or other person provided health insurance coverage through a
- 20 policy, contract, or plan for a covered individual;
- 21 (d)(i) Insurer means any person providing life insurance, sickness
- 22 <u>and accident insurance, workers' compensation insurance, or annuities in</u>
- 23 <u>this state.</u>
- 24 (ii) Insurer includes an authorized insurance company, a prepaid
- 25 hospital or medical care plan, a managed care plan, a health maintenance
- 26 organization, any other person providing a plan of insurance subject to
- 27 state insurance regulation, and an employer who is approved by the

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- 1 Nebraska Workers' Compensation Court as a self-covered entity;
- 2 (e) Pharmacist has the same meaning as in section 38-2832;
- 3 (f) Pharmacy has the same meaning as in section 71-425;
- 4 (g) Pharmacy benefit manager means a person or an entity that
- 5 performs pharmacy benefits management services for a covered entity and
- 6 includes any other person or entity acting on behalf of a pharmacy
- 7 <u>benefit manager pursuant to a contractual or employment relationship;</u>
- 8 (h) Pharmacy benefits management means the administration or
- 9 management of prescription drug benefits provided by a covered entity
- 10 <u>under the terms and conditions of the contract between the pharmacy</u>
- 11 <u>benefit manager and the covered entity; and</u>
- 12 <u>(i) Prescription drug means a prescription drug or device or legend</u>
- drug or device as defined in section 38-2841.
- 14 (2) A pharmacist or contracted pharmacy shall not be prohibited from
- 15 or subject to penalties or removal from a network or plan for sharing
- 16 <u>information regarding the cost, price, or copayment of a prescription</u>
- 17 <u>drug with a covered individual or a covered individual's caregiver. A</u>
- 18 pharmacy benefit manager shall not prohibit or inhibit a pharmacist or
- 19 contracted pharmacy from discussing any such information or selling a
- 20 more affordable alternative to a covered individual or a covered
- 21 <u>individual's caregiver.</u>
- 22 <u>(3) An insurer that offers a health plan which covers prescription</u>
- 23 <u>drugs shall not require a covered individual to make a payment for a</u>
- 24 prescription drug at the point of sale in an amount that exceeds the
- 25 <u>lesser of:</u>
- 26 (a) The covered individual's copayment, deductible, or coinsurance
- 27 <u>for such prescription drug; or</u>
- 28 (b) The amount any individual would pay for such prescription drug
- 29 <u>if that individual paid in cash.</u>