

## Department of Planning and Budget 2024 Session Fiscal Impact Statement

**1. Bill Number:** SB119

|                        |                                                |                                     |                                    |
|------------------------|------------------------------------------------|-------------------------------------|------------------------------------|
| <b>House of Origin</b> | <input checked="" type="checkbox"/> Introduced | <input type="checkbox"/> Substitute | <input type="checkbox"/> Engrossed |
| <b>Second House</b>    | <input type="checkbox"/> In Committee          | <input type="checkbox"/> Substitute | <input type="checkbox"/> Enrolled  |

**2. Patron:** Lucas

**3. Committee:** Education and Health

**4. Title:** Drug manufacturers; permitting and registration; certain conditions related to 340B-covered drugs.

**5. Summary:** Requires a drug manufacturer, as a condition of obtaining a permit or as a condition of registration or renewal of registration, to certify that it does not limit the number of contract pharmacies or covered entities, as defined in relevant law, to which it ships 340B-covered drugs and that it does not impose requirements, exclusions, reimbursement terms, or other conditions on a contract pharmacy or covered entity that differ from those applied to pharmacies or entities that are not contract pharmacies or covered entities on the basis that the pharmacy or entity is a contract pharmacy or covered entity or that the pharmacy or entity dispenses 340B-covered drugs.

**6. Budget Amendment Necessary:** No.

**7. Fiscal Impact Estimates:** Indeterminate.

**8. Fiscal Implications:** The provisions of this legislation would have an indeterminate impact on the Department of Health Professions. It is possible that the creation of this new requirement will result in complaints to the agency for violations regarding certification by drug manufacturers. The Board of Pharmacy would be responsible for investigation and possible disciplinary proceedings. However, it cannot be determined how many complaints would arise from this legislation or if entities affected by the change may simply comply and no increase in complaints will occur.

**9. Specific Agency or Political Subdivisions Affected:** The Department of Health Professions.

**10. Technical Amendment Necessary:** No.

**11. Other Comments:** None.