

Subject Pharmacy Access to 340B Drugs

Authors Lislegard

Analyst Randall Chun

Date March 21, 2024

Overview

The federal 340B Drug Pricing Program allows certain health care providers (referred to as “covered entities”) to obtain discounts on covered outpatient drugs. These discounts are typically applied to the drugs that a covered entity purchases from a drug manufacturer or wholesaler. Covered entities include several types of hospitals, and also certain nonhospital providers such as federally qualified health centers. This bill prohibits manufacturers from restricting, prohibiting, or interfering with the delivery of covered outpatient drugs to pharmacies under contract with a 340B covered entity.

Summary

Section	Description
1	<p>Access to 340B drugs.</p> <p>Adds § 62J.96.</p> <p>Subd. 1. Manufacturers. Prohibits a drug manufacturer from restricting, prohibiting, or interfering with the delivery of a covered outpatient drug to a pharmacy under contract with a 340B covered entity to receive and dispense covered outpatient drugs, unless the delivery is prohibited under the 340B program.</p> <p>Subd. 2. Definitions. Defines the following terms: manufacturer, 340B covered entity, and covered outpatient drug.</p>
2	<p>Grounds for disciplinary action.</p> <p>Amends § 151.071, subd. 2. Allows the Board of Pharmacy to take disciplinary action against a manufacturer for a violation of section 62J.96.</p>



Minnesota House Research Department provides nonpartisan legislative, legal, and information services to the Minnesota House of Representatives. This document can be made available in alternative formats.

www.house.mn.gov/hrd | 651-296-6753 | 155 State Office Building | St. Paul, MN 55155