## SENATE SUMMARY OF HOUSE AMENDMENTS

# **SB 401 By Senator Mills**

### KEYWORD AND SUMMARY AS RETURNED TO THE SENATE

PHARMACISTS. Provides for third party contracts with pharmacies. (8/1/14)

#### SUMMARY OF HOUSE AMENDMENTS TO THE SENATE BILL

- 1. Deletes provision stipulating that all third party contracts with independent pharmacies shall be valid only upon receipt of the contract and each contractual term by the participating pharmacy.
- 2. Adds a provision stipulating that an organization that negotiates with a pharmacy or pharmacies shall provide to each pharmacy that the organization represents a copy of any new contract, provider agreement, amendment to such contract or agreement, or other provider documentation concerning the pharmacy's network participation with a third party payor.
- 3. Adds provision establishing that failure by an organization that negotiates with a pharmacy or pharmacies, or an organization that represents an independent pharmacy or a group of independent pharmacies, to provide documentation relative to a pharmacy's network participation with a third party payor as required in proposed law shall be deemed an unfair or deceptive act and practice pursuant to present law (R.S. 22:1961 et seq.).

## DIGEST OF THE SENATE BILL AS RETURNED TO THE SENATE

Mills SB No. 401

<u>Proposed law</u> provides that an organization that negotiates with a pharmacy or pharmacies, and an organization that represents an independent pharmacy or a group of independent pharmacies, shall provide to each pharmacy that the organization represents a copy of any new contract, provider agreement, amendment to such contract or agreement, or other provider documentation concerning the pharmacy's network participation with a third party payor.

<u>Proposed law</u> provides that failure by an organization that negotiates with a pharmacy or pharmacies, or an organization that represents an independent pharmacy or a group of independent pharmacies, to provide documentation relative to a pharmacy's network participation with a third party payor as required in <u>proposed law</u> shall be deemed an unfair or deceptive act and practice pursuant to <u>present law</u> (R.S. 22:1961 et seq.).

Effective August 1, 20	14.
------------------------	-----

(Adds R.S. 22:1857.1 and 1964(26))

Thomas L. Tyler Deputy Chief of Staff