Senate Amendment 3212

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Amend House File 619, as amended, passed, and 2 reprinted by the House, as follows: #1. Page 3, by inserting after line 18 the 4 following: 5 NEW SECTION. 155A.4A PHARMACEUTICAL 6 MARKETERS == PROHIBITION OF GIFTS. 1 1. A pharmaceutical marketer shall not offer or 8 provide to any practitioner, hospital, health care 1 9 facility, or health benefit plan administrator, or any 1 10 other person in this state authorized or licensed to 1 11 dispense, distribute, or purchase prescription drugs, 1 12 any gift not otherwise exempt under this section. 1 13 2. The following gifts are exempt from the 1 14 prohibition of this section: 1 15 a. Free samples of prescription drugs intended for 1 16 distribution to patients. 1 17 b. The payment of reasonable compensation and 1 18 reimbursement of expenses in connection with bona fide 1 19 clinical trials. As used in this paragraph, "clinical 1 20 trial" means an approved clinical trial conducted in 1 21 connection with a research study designed to answer 1 22 specific questions about vaccines, new therapies, or 23 new ways of utilizing known treatments. c. Any gift, fee, payment, subsidy, or other 1 24 1 25 economic benefit the value of which is less than 1 26 twenty=five dollars. d. A scholarship or other support for medical 1 2.7 1 28 students, residents, or fellows to attend a 1 29 significant educational, scientific, or policymaking 30 conference of a national, regional, or specialty 1 31 medical or other professional association if the 1 32 recipient of the scholarship or other support is 33 selected by the association. 3. a. Annually on or before January 1, every 1 34 1 35 pharmaceutical manufacturing company shall disclose to 1 36 the board the value, nature, and purpose of any gift, 1 37 fee, payment, subsidy, or other economic benefit 1 38 provided in connection with detailing, promotional, or 1 39 other marketing activities by the company, directly or 1 40 through its pharmaceutical marketers, to any 1 41 practitioner, hospital, nursing home, pharmacist, 1 42 health benefit plan administrator, or any other person 1 43 in this state authorized to prescribe, dispense, or 1 44 purchase prescription drugs in this state. Disclosure 1 45 shall be made on a form and in a manner prescribed by 1 46 the board and shall be made for the period beginning 1 47 July 1 and ending June 30 of the previous state fiscal 1 48 year. An initial disclosure shall be made on January 49 15, 2004, for the period beginning July 1, 2003, and 1 50 ending December 31, 2003. The board shall provide to 1 the office of the attorney general complete access to 2 the information required to be disclosed under this 3 subsection. The office of the attorney general shall 4 report annually on the disclosures made under this 2 5 section to the governor and the general assembly on or 2 6 before March 1. 7 b. Each company subject to the provisions of this 8 section shall also disclose to the board, on or before 2 9 October 1, 2003, and annually thereafter, the name and 10 address of the individual responsible for the 11 company's compliance with this section. c. The board and the office of the attorney 2 13 general shall keep confidential all trade secrets as 2 14 defined in section 550.2. The disclosure form 2 15 prescribed by the board shall permit the company to 2 16 identify any information that is a trade secret. 2 17 d. The company is exempt from disclosure of any 2 18 gifts that are exempt from the prohibition pursuant to

2 19 subsection 2. 2.0 e. The attorney general may bring an action for 2 21 injunctive relief, costs, and attorney fees, and may 2 22 impose a civil penalty of not more than ten thousand 2 23 dollars per violation on a company that fails to 2 24 disclose information as required by this subsection.

2 25 Each failure to disclose constitutes a separate 2 26 violation. 2 27 For the purposes of this section: 4. 2 28 "Pharmaceutical manufacturing company" means a. 2 29 any entity engaged in the production, preparation, 30 propagation, compounding, conversion, or processing of 31 prescription drugs, either directly or indirectly by 32 extraction from substances of natural origin, or 33 independently by means of chemical synthesis, or by a 34 combination of extraction and chemical synthesis, or 35 any entity engaged in the packaging, repackaging, 2 36 labeling, relabeling, or distribution of prescription 2 37 drugs. The term does not include a wholesaler or a 38 pharmacist licensed under this chapter. 2 b. "Pharmaceutical marketer" means a person who, 39 40 while employed by or under contract to represent a 2 41 pharmaceutical manufacturing company, engages in 2 42 pharmaceutical detailing, promotional activities, or 2 43 other marketing of prescription drugs in this state to 44 any practitioner, hospital, health care facility,

45 pharmacist, health benefit plan administrator, or any 2 46 other person licensed or authorized to prescribe, 47 dispense, or purchase prescription drugs. "Pharmaceutical marketer" does not include a 48 49 wholesaler or a wholesale salesperson.> #2. By renumbering as necessary. 50

3 4 JACK HOLVECK 5 DICK L. DEARDEN 6 DR. JOE SENG 7 ROBERT E. DVORSKY 8 WALLY E. HORN 9 JOHN P. KIBBIE 3 10 EUGENE S. FRAISE 11 KEITH A. KREIMAN 3 12 AMANDA RAGAN 3 13 DENNIS H. BLACK 3 14 MATT McCOY 3 15 HERMAN C. QUIRMBACH 3 16 STEVEN H. WARNSTADT 3 17 THOMAS G. COURTNEY 3 18 ROGER STEWART 3 19 WILLIAM A. DOTZLER 3 20 JOE BOLKCOM 3 21 JACK HATCH 22 HF 619.305 80 3 23 pf/cf

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