117TH CONGRESS 1ST SESSION

H. R. 2608

To amend title XVIII of the Social Security Act to ensure equal access of Medicare beneficiaries to community pharmacies in underserved areas as network pharmacies under Medicare prescription drug coverage, and for other purposes.

IN THE HOUSE OF REPRESENTATIVES

April 15, 2021

Mr. Welch (for himself, Mr. Griffith, Mr. Vicente Gonzalez of Texas, Mr. Crawford, Mr. Carter of Georgia, Mrs. Axne, Mr. Allen, Mr. Ruppersberger, and Mr. Westerman) introduced the following bill; which was referred to the Committee on Energy and Commerce, and in addition to the Committee on Ways and Means, for a period to be subsequently determined by the Speaker, in each case for consideration of such provisions as fall within the jurisdiction of the committee concerned

A BILL

To amend title XVIII of the Social Security Act to ensure equal access of Medicare beneficiaries to community pharmacies in underserved areas as network pharmacies under Medicare prescription drug coverage, and for other purposes.

- 1 Be it enacted by the Senate and House of Representa-
- 2 tives of the United States of America in Congress assembled,
- 3 SECTION 1. SHORT TITLE.
- 4 This Act may be cited as the "Ensuring Seniors Ac-
- 5 cess to Local Pharmacies Act of 2021".

1	SEC. 2. ALLOWING ANY STATE LICENSED PHARMACY SERV-
2	ING AN UNDERSERVED AREA TO BECOME A
3	NETWORK PHARMACY UNDER MEDICARE
4	PRESCRIPTION DRUG COVERAGE.
5	(a) In General.—Section 1860D–4(b)(1)(B) of the
6	Social Security Act (42 U.S.C. 1395w–104(b)(1)(B)) is
7	amended—
8	(1) by striking "Discounts allowed for
9	NETWORK PHARMACIES.—For" and inserting the
10	following: "DISCOUNTS ALLOWED FOR NETWORK
11	PHARMACIES.—
12	"(i) IN GENERAL.—For"; and
13	(2) by adding at the end the following new
14	clause:
15	"(ii) Inclusion of Pharmacies lo-
16	CATED IN UNDERSERVED AREAS IN NET-
17	WORKS.—For plan years beginning on or
18	after January 1, 2022, in the case of a
19	prescription drug plan that has, in its net-
20	work of pharmacies, one or more phar-
21	macies located in a health professional
22	shortage area (as defined in section
23	332(a)(1)(A) of the Public Health Service
24	Act), in a medically underserved area (ac-
25	cording to a designation under section
26	330(b)(3)(A) of the Public Health Service

1	Act), among a medically underserved popu-
2	lation (as defined in such section
3	330(b)(3)(A) of such Act), or in a rural
4	area (as defined by the Federal Office of
5	Rural Health Policy), and that provides a
6	reduction in coinsurance or copayments de-
7	scribed in clause (i) for covered part D
8	drugs dispensed through such pharmacies,
9	such plan shall extend to any pharmacy lo-
10	cated in such area or among such popu-
11	lation the option to be an in-network phar-
12	macy with respect to such plan under
13	terms and conditions (including the reduc-
14	tions described in clause (i)) comparable to
15	those the plan has agreed upon with other
16	in-network pharmacies located in such area
17	or among such population.".
18	SEC. 3. REASONABLE REIMBURSEMENT REQUIREMENTS.
19	Section 1860D–2(d)(1)(B) of the Social Security Act
20	(42 U.S.C. 1395w–102(d)(1)(B)) is amended—
21	(1) by striking "Prices.—For purposes" and
22	inserting "Prices.—
23	"(i) In general.—For purposes";
24	and

$1 \qquad (2$	2) by adding at the end the following new
2 clauses	3:
3	"(ii) Reasonable reimburse-
4	MENT.—For plan years beginning on or
5	after January 1, 2022, a PDP sponsor and
6	a Medicare Advantage organization shall
7	ensure that—
8	"(I) each prescription drug plan
9	or MA–PD plan offered by the spon-
10	sor or organization does not reimburse
11	a pharmacy or pharmacist an amount
12	less than the amount that the phar-
13	macy benefits manager reimburses a
14	pharmacy benefits manager affiliate
15	(as defined in clause (iv)); and
16	"(II) in no case may the nego-
17	tiated price for a covered part D drug
18	furnished by a pharmacy under a pre-
19	scription drug plan or MA-PD plan
20	offered by the sponsor or organiza-
21	tion, be less than such pharmacy's
22	cost of purchasing and dispensing
23	such drug and providing such other
24	services associated with furnishing

such drug as may be specified by theSecretary.

"(iii) CLAIM REIMBURSEMENT DIS-CLOSURE REQUIREMENTS.—With respect to payment made by a PDP sponsor or a Medicare Advantage organization to a pharmacy for a covered part D drug furnished by such pharmacy during a plan year beginning on or after January 1, 2022, such sponsor or organization shall promptly furnish all pricing components including the Network Reimbursement ID used to price the claim, any fees, pharmacy price concessions, discounts, subsidies, rebates, incentives, or any other forms of direct or indirect remuneration that affect payment and pricing of the claim as part of the claim adjudication response at the point-of sale. All pricing components described in the preceding sentence shall each be identified in a predetermined line item in the remittance advice that is standard across the industry. The PDP sponsor or Medicare Advantage organization shall include suitable claim-level detail on the

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electronic remittance advice that accompanies each payment. This claim-level detail shall include, in an industry standardized format, all fields needed to properly identify the claim, including the Claim Authorization Number, date of service, date of payment remittance, ingredient cost reimbursed, dispensing fee reimbursed, payment amounts including the Network ID used to price the claim, the specific dollar amounts and the appropriate qualifier codes for each payment adjustment including fees, pharmacy price concessions, or incentives.

"(iv) Pharmacy benefits manager affiliate' means a pharmacy or pharmacist that directly or indirectly, through one or more intermediaries, owns or controls, is owned or controlled by, or is under common ownership or corporate control with a pharmacy benefits manager,

1	PDP sponsor or a Medicare Advantage or-
2	ganization.".

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