117TH CONGRESS 1ST SESSION

H. R. 3682

To amend title XI of the Social Security Act to provide greater transparency for discounts provided by manufacturers.

IN THE HOUSE OF REPRESENTATIVES

June 1, 2021

Ms. Spanberger (for herself and Mr. Arrington) 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 XI of the Social Security Act to provide greater transparency for discounts provided by manufacturers.

- 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 "Improving Trans-
- 5 parency to Lower Drug Costs Act of 2021".
- 6 SEC. 2. PUBLIC DISCLOSURE OF DRUG DISCOUNTS.
- 7 Section 1150A of the Social Security Act (42 U.S.C.
- 8 1320b–23) is amended—

- 1 (1) in subsection (c), in the matter preceding 2 paragraph (1), by inserting "(other than as per-3 mitted under subsection (e))" after "disclosed by the
- 4 Secretary"; and
- 5 (2) by adding at the end the following new sub-6 section:
- 7 "(e) Public Availability of Certain Informa-8 tion.—

9 "(1) IN GENERAL.—In order to allow the com-10 parison of PBMs' ability to negotiate rebates, dis-11 counts, direct and indirect remuneration fees, ad-12 ministrative fees, and price concessions and the 13 amount of such rebates, discounts, direct and indi-14 rect remuneration fees, administrative fees, and 15 price concessions that are passed through to plan 16 sponsors, beginning January 1, 2022, the Secretary 17 shall make available on the Internet website of the 18 Department of Health and Human Services the in-19 formation with respect to the second preceding cal-20 endar year provided to the Secretary on generic dis-21 pensing rates (as described in paragraph (1) of sub-22 section (b)) and information provided to the Sec-23 retary under paragraphs (2) and (3) of such sub-24 section that, as determined by the Secretary, is with 25 respect to each PBM.

"(2) AVAILABILITY OF DATA.—In carrying out paragraph (1), the Secretary shall ensure the following:

"(A) CONFIDENTIALITY.—The information described in such paragraph is displayed in a manner that prevents the disclosure of information, with respect to an individual drug or an individual plan, on rebates, discounts, direct and indirect remuneration fees, administrative fees, and price concessions.

"(B) CLASS OF DRUG.—The information described in such paragraph is made available by class of drug, using an existing classification system, but only if the class contains such number of drugs, as specified by the Secretary (but not fewer than three drugs), to ensure confidentiality of proprietary information or other information that is prevented to be disclosed under subparagraph (A)."