First Regular Session Seventy-second General Assembly STATE OF COLORADO

PREAMENDED

This Unofficial Version Includes Committee Amendments Not Yet Adopted on Second Reading

LLS NO. 19-0406.01 Richard Sweetman x4333

SENATE BILL 19-005

SENATE SPONSORSHIP

Rodriguez and Ginal,

HOUSE SPONSORSHIP

Jaquez Lewis,

Senate Committees

House Committees

Health & Human Services Appropriations

1 1 1

		A BILL	FOR AN ACT		
01	CONCERNING	WHOLESALE	IMPORTATION	OF	PRESCRIPTION
02	PHARMAC	EUTICAL PRO	DUCTS FROM CA	NADA I	FOR RESALE TO
03	Colorad	O <u>RESIDENTS</u>	, AND, IN CONN	ECTIO	<u>n therewith,</u>
04	MAKING A	N APPROPRIA	<u>ΓΙΟΝ.</u>		

Bill Summary

(Note: This summary applies to this bill as introduced and does not reflect any amendments that may be subsequently adopted. If this bill passes third reading in the house of introduction, a bill summary that applies to the reengrossed version of this bill will be available at http://leg.colorado.gov.)

The bill creates the "Colorado Wholesale Importation of Prescription Drugs Act", under which the department of health care policy and financing (department) shall design a program to import prescription pharmaceutical products from Canada for sale to Colorado consumers. The program design must ensure both drug safety and cost savings for Colorado consumers. The department shall submit the program design to the secretary of the United States department of health and human services and request the secretary's approval of the program, as required by federal law, to import Canadian pharmaceutical products.

If the secretary approves the program, the department shall implement the program. The department shall adopt a funding mechanism to cover the program's administrative costs, and the department shall annually report on the program to the general assembly.

1 Be it enacted by the General Assembly of the State of Colorado:

SECTION 1. Legislative declaration. (1) The general assembly hereby finds and declares that:

- (a) United States consumers pay some of the highest prescription drug prices in the world, and it is estimated that United States consumers pay twice as much as the amount Canadian consumers pay for patented prescription drugs and twenty percent more for generic drugs;
- (b) Federal law, as codified in 21 U.S.C. sec. 384, authorizes the secretary of the United States department of health and human services to allow wholesale importation of prescription drugs from Canada if such importation is shown to be both safe and less costly for United States consumers;
- (c) Although importing prescription drugs would be less costly, there may be risks posed to consumer health and safety if the source, quality, and purity of prescription drugs sold by online pharmacies cannot be verified;
- (d) Canada has a rigorous regulatory system to license prescription drugs, equivalent to the licensing system in the United States;
- (e) In the United States, Title II of the federal "Drug Quality and Security Act", Pub.L. 113-54, referred to as the "Drug Supply Chain

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1	Security Act", has significantly improved drug security and safety through
2	a system of pharmaceutical product track-and-trace procedures; and
3	(f) A wholesale drug importation program for the exclusive
4	benefit of Colorado residents should be designed and implemented to
5	provide Colorado consumers access to safe and less expensive
6	prescription drugs.
7	SECTION 2. In Colorado Revised Statutes, 25.5-1-201, amend
8	(1) introductory portion, (1)(f), and (1)(g); and add (1)(h) as follows:
9	25.5-1-201. Programs to be administered by the department
10	of health care policy and financing. (1) Programs to be administered
11	and functions to be performed by The department of health care policy
12	and financing shall be as follows ADMINISTER THE FOLLOWING PROGRAMS
13	AND PERFORM THE FOLLOWING FUNCTIONS:
14	(f) The old age pension health and medical care program, as
15	specified in section 25.5-2-101; and
16	(g) Programs, services, and supports for persons with intellectual
17	and developmental disabilities, as specified in article 10 of this title TITLE
18	<u>25.5; AND</u>
19	(h) ANY PROGRAM CONCERNING THE WHOLESALE IMPORTATION OF
20	PRESCRIPTION DRUGS PURSUANT TO PART 2 OF ARTICLE 2.5 OF THIS TITLE
21	<u>25.5.</u>
22	SECTION <u>3.</u> In Colorado Revised Statutes, add part 2 to article
23	2.5 of title 25.5 as follows:
24	PART 2
25	WHOLESALE IMPORTATION OF PRESCRIPTION DRUGS
26	25.5-2.5-201. Short title. The short title of this part 2 is the
2.7	"COLORADO WHOLESALE IMPORTATION OF PRESCRIPTION DRUGS ACT"

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1	25.5-2.5-202. Definitions. AS USED IN THIS PART 2, UNLESS THE
2	CONTEXT OTHERWISE REQUIRES:
3	(1) "ACTUAL ACQUISITION COST" MEANS THE PRICE PAID FOR AN
4	IMPORTED PRESCRIPTION PHARMACEUTICAL PRODUCT BY A WHOLESALER
5	UNDER THE IMPORTATION PROGRAM.
6	(2) "CARRIER" HAS THE SAME MEANING AS SET FORTH IN SECTION
7	10-16-102 (8).
8	(3) "IMPORTATION PROGRAM" MEANS A PROGRAM ADMINISTERED
9	BY THE STATE DEPARTMENT IN ACCORDANCE WITH THIS PART 2.
10	(4) "LICENSED PROVIDER" MEANS A PERSON WHO IS LICENSED TO
11	PRESCRIBE PHARMACEUTICAL PRODUCTS TO CONSUMERS BY A HEALTH
12	CARE PRESCRIBER BOARD DESCRIBED IN SECTION 24-34-112 (1)(a).
13	(5) "Secretary" means the secretary of the United States
14	DEPARTMENT OF HEALTH AND HUMAN SERVICES.
15	25.5-2.5-203. Wholesale drug importation program - state
16	department to design program - program requirements. (1) ON OR
17	Before \underline{July} 1, 2020, the state department, in consultation with
18	RELEVANT STAKEHOLDERS AND FEDERAL AGENCIES, SHALL DESIGN AN
19	IMPORTATION PROGRAM TO IMPORT PRESCRIPTION PHARMACEUTICAL
20	PRODUCTS FROM ONE OR MORE LICENSED CANADIAN SUPPLIERS SOLELY
21	FOR DISTRIBUTION TO PARTICIPATING IN-STATE PHARMACIES AND OTHER
22	LICENSED PROVIDERS FOR THE EXCLUSIVE PURPOSE OF DISPENSING
23	PRESCRIPTION PHARMACEUTICAL PRODUCTS TO COLORADO RESIDENTS
24	WITH VALID PRESCRIPTIONS. IN DESIGNING THE IMPORTATION PROGRAM,
25	THE STATE DEPARTMENT SHALL ENSURE THAT THE IMPORTATION
26	PROGRAM SATISFIES THE REQUIREMENTS OF 21 U.S.C. SEC. 384. THE
2.7	STATE DEPARTMENT SHALL INCLUDE IN THE DESIGN OF THE IMPORTATION

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1	PROGRAM INFORMATION INDICATING HOW THE IMPORTATION PROGRAM
2	WILL:
3	(a) DESIGNATE AN OFFICE OR DIVISION OF A STATE AGENCY THAT
4	SHALL BECOME A LICENSED PHARMACEUTICAL WHOLESALER OR
5	CONTRACT WITH A PHARMACEUTICAL WHOLESALER LICENSED PURSUANT
6	TO PART 3 OF ARTICLE 42.5 OF TITLE 12;
7	(b) Ensure drug safety and cost savings for Colorado
8	CONSUMERS;
9	(c) Meet the requirements for wholesaler licenses in
10	ACCORDANCE WITH PART 3 OF ARTICLE 42.5 OF TITLE 12;
11	(d) SELECT QUALIFIED CANADIAN PHARMACEUTICAL SUPPLIERS
12	THAT ARE LICENSED AND REGULATED UNDER CANADIAN NATIONAL OR
13	PROVINCIAL LAWS;
14	(e) SAMPLE IMPORTED PRESCRIPTION PHARMACEUTICAL PRODUCTS
15	FOR PURITY, CHEMICAL COMPOSITION, AND POTENCY TO THE EXTENT
16	REQUIRED BY FEDERAL LAW;
17	$\underline{(f)}$ DETERMINE WHICH PRESCRIPTION PHARMACEUTICAL PRODUCTS
18	WILL BE IMPORTED AND ENSURE THAT ALL IMPORTED PRODUCTS ARE
19	SIGNIFICANTLY LESS COSTLY TO COLORADO CONSUMERS THAN THE
20	EQUIVALENT UNITED STATES-LICENSED PRESCRIPTION PHARMACEUTICAL
21	PRODUCTS;
22	(g) Ensure that imported prescription pharmaceutical
23	PRODUCTS ARE NOT DISTRIBUTED, DISPENSED, OR SOLD OUTSIDE OF
24	Colorado;
25	(h) Ensure that participating pharmacies and other
26	LICENSED PROVIDERS CHARGE INDIVIDUAL CONSUMERS, CARRIERS, AND
2.7	OTHER PAYERS NO MORE THAN THE LIMIT ESTABLISHED BY THE STATE

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1	DEPARTMENT FOR EACH IMPORTED PRESCRIPTION PHARMACEUTICAL
2	PRODUCT;
3	(i) Ensure that each payment made by a carrier for
4	REIMBURSEMENT OF THE PRODUCT COMPONENT OF ANY CLAIM DOES NOT
5	EXCEED THE LIMIT ESTABLISHED BY THE STATE DEPARTMENT FOR THE
6	IMPORTED PRESCRIPTION PHARMACEUTICAL PRODUCT FOR WHICH THE
7	PAYMENT IS MADE;
8	(j) Ensure that carriers maintain up-to-date formularies
9	AND CLAIMS PAYMENT SYSTEMS FOR THEIR PARTICIPATING HEALTH PLANS
10	CONSISTENT WITH THE IMPORTATION PROGRAM;
11	(k) Ensure that participating carriers base their health
12	PLAN COINSURANCE AND PATIENT COST-SHARING ON PRICES THAT ARE NO
13	HIGHER THAN THE LIMIT ESTABLISHED BY THE STATE DEPARTMENT FOR
14	EACH IMPORTED PRESCRIPTION PHARMACEUTICAL PRODUCT;
15	(1) Ensure that participating carriers demonstrate to the
16	STATE DEPARTMENT HOW SAVINGS ON IMPORTED PRESCRIPTION
17	PHARMACEUTICAL PRODUCTS ARE REFLECTED IN PREMIUMS FOR THE
18	CARRIERS' HEALTH PLANS;
19	(m) SET A MAXIMUM PROFIT MARGIN SO THAT A WHOLESALER,
20	DISTRIBUTOR, PHARMACY, OR OTHER LICENSED PROVIDER PARTICIPATING
21	IN THE IMPORTATION PROGRAM MAINTAINS A PROFIT MARGIN THAT IS NO
22	GREATER THAT THE PROFIT MARGIN THAT THE WHOLESALER,
23	DISTRIBUTOR, PHARMACY, OR OTHER LICENSED PROVIDER WOULD HAVE
24	EARNED ON THE EQUIVALENT NONIMPORTED DRUG;
25	(n) EXCLUDE GENERIC PRODUCTS IF THE IMPORTATION OF THE
26	PRODUCTS WOULD VIOLATE UNITED STATES PATENT LAWS APPLICABLE TO
27	UNITED STATES-BRANDED PRODUCTS;

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1	(o) Comply with the requirements of 21 U.S.C. sec. 360eee
2	TO 360eee-4 PERTAINING TO THE TRACK-AND-TRACE REQUIREMENTS AS
3	ENACTED IN TITLE II OF THE FEDERAL "DRUG QUALITY AND SECURITY
4	ACT", PUB.L. 113-54; <u>AND</u>
5	(p) DETERMINE A METHOD FOR COVERING THE ADMINISTRATIVE
6	COSTS OF THE IMPORTATION PROGRAM, WHICH METHOD MAY INCLUDE A
7	FEE IMPOSED ON EACH PRESCRIPTION PHARMACEUTICAL PRODUCT SOLD
8	THROUGH THE PROGRAM OR ANY OTHER APPROPRIATE METHOD AS
9	DETERMINED BY THE STATE DEPARTMENT, BUT THE STATE DEPARTMENT
10	SHALL NOT REQUIRE A FEE IN AN AMOUNT THAT THE STATE DEPARTMENT
11	DETERMINES WOULD SIGNIFICANTLY REDUCE CONSUMER <u>SAVINGS.</u>
12	
13	25.5-2.5-204. Draft report - public meetings - final report -
14	$\textbf{repeal.} \ (1) \ \ \text{On or before} \ \underline{\underline{\textbf{July}}} \ 1,2020, \text{the state department shall:}$
15	(a) Prepare and publicly release a draft report that fully
16	DESCRIBES THE PROPOSED IMPORTATION PROGRAM AND ANY OTHER
17	IMPORTATION OPTIONS THE STATE DEPARTMENT MAY DESCRIBE; AND
18	(b) Post the draft report on its website and submit the
19	DRAFT REPORT TO THE JOINT BUDGET COMMITTEE, THE HEALTH AND
20	HUMAN SERVICES COMMITTEE OF THE SENATE, THE PUBLIC HEALTH CARE
21	AND HUMAN SERVICES COMMITTEE OF THE HOUSE OF REPRESENTATIVES,
22	AND THE HEALTH AND INSURANCE COMMITTEE OF THE HOUSE OF
23	REPRESENTATIVES, OR ANY SUCCESSOR COMMITTEES.
24	(2) NOT LESS THAN FIFTEEN DAYS NOR MORE THAN FORTY-FIVE
25	DAYS AFTER THE DATE THE STATE DEPARTMENT POSTS THE REPORT ON
26	THE STATE DEPARTMENT'S WEBSITE, THE STATE DEPARTMENT SHALL HOLD
27	AT LEAST TWO PUBLIC MEETINGS TO RECEIVE COMMENTS ON THE DRAFT

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1	REPORT. AT LEAST ONE <u>MEETING</u> MUST BE HELD IN THE DENVER
2	METROPOLITAN AREA, AND AT LEAST ONE MEETING MUST BE HELD IN
3	WESTERN COLORADO.
4	(3) FOLLOWING THE PUBLIC <u>MEETINGS</u> REQUIRED BY SUBSECTION
5	(2) of this section, and no later than $\underline{\text{November}}$ 15, 2020, the
6	STATE DEPARTMENT SHALL PREPARE AND PUBLICLY RELEASE A FINAL
7	REPORT THAT FULLY DESCRIBES THE IMPORTATION PROGRAM. THE STATE
8	DEPARTMENT SHALL POST THE FINAL REPORT ON ITS WEBSITE AND SUBMIT
9	THE FINAL REPORT TO THE JOINT BUDGET COMMITTEE, THE HEALTH AND
10	HUMAN SERVICES COMMITTEE OF THE SENATE, THE PUBLIC HEALTH CARE
11	AND HUMAN SERVICES COMMITTEE OF THE HOUSE OF REPRESENTATIVES,
12	AND THE HEALTH AND INSURANCE COMMITTEE OF THE HOUSE OF
13	REPRESENTATIVES, OR ANY SUCCESSOR COMMITTEES.
14	(4) This section is repealed, effective $\underline{\text{December}}$ 1, 2020.
15	25.5-2.5-205. Request for secretary's approval - effect of
	1 11
16	approval - notice to revisor of statutes. (1) ON OR BEFORE <u>JANUARY 1</u> ,
16 17	• • • • • • • • • • • • • • • • • • • •
	approval - notice to revisor of statutes. (1) ON OR BEFORE <u>JANUARY 1</u> ,
17	approval - notice to revisor of statutes. (1) On or before <u>January 1,</u> 2021, THE EXECUTIVE DIRECTOR SHALL SUBMIT A FORMAL REQUEST TO
17 18	approval - notice to revisor of statutes. (1) On or before <u>January 1</u> , <u>2021</u> , the executive director shall submit a formal request to the secretary for review and approval of the importation
17 18 19	approval - notice to revisor of statutes. (1) On or before <u>January 1</u> , <u>2021</u> , the executive director shall submit a formal request to the secretary for review and approval of the importation program. The executive director shall provide information
17 18 19 20	approval - notice to revisor of statutes. (1) On or before <u>January 1</u> , <u>2021</u> , the executive director shall submit a formal request to the secretary for review and approval of the importation program. The executive director shall provide information requested by the secretary during the secretary's review. The
17 18 19 20 21	approval - notice to revisor of statutes. (1) On or before <u>January 1</u> , <u>2021</u> , the executive director shall submit a formal request to the secretary for review and approval of the importation program. The executive director shall provide information requested by the secretary during the secretary's review. The executive director may modify the importation program design
17 18 19 20 21 22	approval - notice to revisor of statutes. (1) On or before <u>January 1</u> , <u>2021</u> , the executive director shall submit a formal request to the secretary for review and approval of the importation program. The executive director shall provide information requested by the secretary during the secretary's review. The executive director may modify the importation program design as required by the secretary so long as the modifications are
17 18 19 20 21 22 23	approval - notice to revisor of statutes. (1) On or before <u>January 1</u> , <u>2021</u> , the executive director shall submit a formal request to the secretary for review and approval of the importation program. The executive director shall provide information requested by the secretary during the secretary's review. The executive director may modify the importation program design as required by the secretary so long as the modifications are consistent with this part 2.
17 18 19 20 21 22 23 24	approval - notice to revisor of statutes. (1) On or before <u>January 1</u> , <u>2021</u> , the executive director shall submit a formal request to the secretary for review and approval of the importation program. The executive director shall provide information requested by the secretary during the secretary's review. The executive director may modify the importation program design as required by the secretary so long as the modifications are consistent with this part 2. (2) Sections 25.5-2.5-206 to 25.5-2.5-209 take effect if the

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1	WRITING THAT THE SECRETARY HAS APPROVED THE IMPORTATION
2	PROGRAM BY E-MAILING THE NOTICE TO
3	REVISOROFSTATUTES.GA@STATE.CO.US. SECTIONS 25.5-2.5-206 TO
4	25.5-2.5-209 TAKE EFFECT ON:
5	(a) THE DATE SPECIFIED IN THE EXECUTIVE DIRECTOR'S NOTICE TO
6	THE REVISOR OF STATUTES THAT THE SECRETARY HAS APPROVED THE
7	IMPORTATION PROGRAM; OR
8	(b) THE DATE OF SAID NOTICE IF THE NOTICE DOES NOT SPECIFY A
9	DIFFERENT DATE.
10	25.5-2.5-206. Importation program authorized - rules.
11	(1) UPON APPROVAL BY THE SECRETARY, IN ACCORDANCE WITH SECTION
12	25.5-2.5-205, THE STATE DEPARTMENT SHALL ADMINISTER AN
13	IMPORTATION PROGRAM.
14	(2) The state department shall approve a method of
15	FINANCING THE ADMINISTRATIVE COSTS OF THE IMPORTATION PROGRAM,
16	WHICH METHOD MAY INCLUDE IMPOSING A FEE ON EACH PRESCRIPTION
17	PHARMACEUTICAL PRODUCT SOLD THROUGH THE IMPORTATION PROGRAM
18	OR ANY OTHER APPROPRIATE METHOD DETERMINED BY THE STATE
19	DEPARTMENT TO FINANCE ADMINISTRATIVE COSTS. THE STATE
20	DEPARTMENT SHALL NOT REQUIRE A FEE IN AN AMOUNT THAT THE STATE
21	DEPARTMENT DETERMINES WOULD SIGNIFICANTLY REDUCE CONSUMER
22	SAVINGS.
23	(3) THE EXECUTIVE DIRECTOR SHALL PROMULGATE RULES, IN
24	ACCORDANCE WITH ARTICLE 4 OF <u>TITLE 24 AND SECTION 25.5-1-108</u> , AS
25	NECESSARY FOR THE ADMINISTRATION OF THIS PART 2.
26	25.5-2.5-207. Importation program implementation. (1) To
27	IMPLEMENT THE IMPORTATION PROGRAM, THE STATE DEPARTMENT SHALL:

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1	(a) Based on the relevant criteria contained in the
2	IMPORTATION PROGRAM DESIGN, DEVELOP AND ISSUE A REQUEST FOR
3	PROPOSALS FROM ONE OR MORE PHARMACEUTICAL WHOLESALERS
4	LICENSED BY THE STATE BOARD OF PHARMACY IN ACCORDANCE WITH PART
5	3 OF ARTICLE 42.5 OF TITLE 12. THE STATE DEPARTMENT SHALL SELECT
6	THE LICENSED PHARMACEUTICAL WHOLESALERS BEST SUITED TO IMPORT
7	PRESCRIPTION PHARMACEUTICAL PRODUCTS UNDER THE IMPORTATION
8	PROGRAM. IN ADDITION TO ANY OTHER TERMS REQUIRED BY THE STATE
9	DEPARTMENT, A WHOLESALER SHALL AGREE TO:
10	(I) DEVELOP A REGISTRATION SYSTEM TO ENROLL DISTRIBUTORS,
11	PHARMACIES AND OTHER LICENSED PROVIDERS, AND CARRIERS IN THE
12	IMPORTATION PROGRAM;
13	(II) ESTABLISH AN OUTREACH AND MARKETING PLAN TO FOSTER
14	PUBLIC AWARENESS OF THE IMPORTATION PROGRAM; AND
15	(III) ESTABLISH A TELEPHONE HOTLINE AND CREATE AN INTERNET
16	PORTAL TO ADDRESS QUESTIONS REGARDING THE IMPORTATION PROGRAM
17	AND TO ASSIST PHARMACIES, OTHER LICENSED PROVIDERS, AND CARRIERS
18	IN REGISTERING FOR THE IMPORTATION PROGRAM.
19	(b) REQUIRE PARTICIPATING PHARMACIES OR OTHER LICENSED
20	PROVIDERS TO CONTRACT DIRECTLY WITH THE PHARMACEUTICAL
21	WHOLESALERS SELECTED BY THE STATE DEPARTMENT;
22	(c) REQUIRE PARTICIPATING CANADIAN SUPPLIERS TO CONTRACT
23	DIRECTLY WITH THE PHARMACEUTICAL WHOLESALERS SELECTED BY THE
24	STATE DEPARTMENT; AND
25	(d) ESTABLISH AND MAKE PUBLICLY AVAILABLE THE INITIAL LIST
26	OF IMPORTED PRESCRIPTION PHARMACEUTICAL PRODUCTS COVERED BY
27	THE IMPORTATION PROGRAM AND THE ACTUAL ACQUISITION COST FOR

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1	EACH LISTED PRESCRIPTION PHARMACEUTICAL PRODUCT. AT ANY TIME,
2	THE STATE DEPARTMENT MAY ADD TO OR REMOVE FROM THE
3	IMPORTATION PROGRAM PRESCRIPTION PHARMACEUTICAL PRODUCTS. THE
4	STATE DEPARTMENT SHALL UPDATE THE PUBLIC LIST OF INCLUDED
5	PRODUCTS AT LEAST QUARTERLY.
6	25.5-2.5-208. Report to the general assembly.
7	(1) NOTWITHSTANDING SECTION 24-1-136 (11)(a)(I), ON OR BEFORE
8	JANUARY 1, 2022, AND EACH JANUARY 1 THEREAFTER, THE EXECUTIVE
9	DIRECTOR SHALL SUBMIT A REPORT TO THE JOINT BUDGET COMMITTEE,
10	THE HEALTH AND HUMAN SERVICES COMMITTEE OF THE SENATE, THE
11	PUBLIC HEALTH CARE AND HUMAN SERVICES COMMITTEE OF THE HOUSE OF
12	REPRESENTATIVES, AND THE HEALTH AND INSURANCE COMMITTEE OF THE
13	HOUSE OF REPRESENTATIVES, OR ANY SUCCESSOR COMMITTEES.
14	(2) THE REPORT DESCRIBED IN SUBSECTION (1) OF THIS SECTION
15	MUST INCLUDE THE FOLLOWING:
16	(a) The specific prescription pharmaceutical products
17	IMPORTED THROUGH THE IMPORTATION PROGRAM;
18	(b) THE NUMBER OF WHOLESALERS, DISTRIBUTORS, PHARMACIES
19	AND OTHER LICENSED PROVIDERS, AND CARRIERS THAT ARE
20	PARTICIPATING IN THE IMPORTATION PROGRAM;
21	(c) THE NUMBER OF IMPORTED PRESCRIPTION PHARMACEUTICAL
22	PRODUCTS DISPENSED AND SOLD THROUGH THE IMPORTATION PROGRAM;
23	(d) THE ESTIMATED SAVINGS TO CONSUMERS, CARRIERS, AND
24	EMPLOYERS RESULTING FROM THE IMPORTATION PROGRAM;
25	(e) THE INFORMATION COLLECTED PURSUANT TO SECTION
26	25.5-2.5-209; AND
27	(f) Any other information the state department deems

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1	RELEVANI.
2	25.5-2.5-209. Monitoring anticompetitive behavior. THE STATE
3	DEPARTMENT SHALL, IN CONSULTATION WITH THE ATTORNEY GENERAL
4	IDENTIFY THE POTENTIAL FOR ANTICOMPETITIVE BEHAVIOR IN THE
5	PHARMACEUTICAL INDUSTRY AND OTHER HEALTH CARE INDUSTRIES THAT
6	ARE AFFECTED BY THE IMPORTATION PROGRAM. THE STATE DEPARTMENT
7	SHALL INCLUDE INFORMATION CONCERNING POTENTIAL ANTICOMPETITIVE
8	BEHAVIOR IN THE REPORT REQUIRED BY SECTION 25.5-2.5-208.
9	SECTION 4. In Colorado Revised Statutes, amend 25.5-2.5-101
10	as follows:
11	25.5-2.5-101. Short title. THE SHORT TITLE OF this article shall be
12	known and may be cited as PART 1 IS the "Colorado Cares Rx Act".
13	SECTION 5. In Colorado Revised Statutes, 25.5-2.5-103, amend
14	(3) as follows:
15	25.5-2.5-103. Lower-cost prescription drugs - information -
16	research - reporting. (3) The state department shall report annually to
17	the PUBLIC health CARE and human services committees COMMITTEE of
18	the house of representatives and THE HEALTH AND HUMAN SERVICES
19	COMMITTEE OF the senate, or any successor committees, concerning the
20	provisions of this article PART 1.
21	SECTION 6. Appropriation - adjustments to 2019 long bill
22	(1) For the 2019-20 state fiscal year, \$1,361,217 is appropriated to the
23	department of health care policy and financing. This appropriation is from
24	the general fund. To implement this act, the department may use this
25	appropriation as follows:
26	(a) \$469,293 for personal services, which amount is based on an
27	assumption that the department will require an additional 4.1 FTE;

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1	(b) \$59,230 for operating expenses;
2	(c) \$186,534 for legal services;
3	(d) \$296,160 for payments to OIT; and
4	(e) \$350,000 for general professional services and special
5	projects.
6	(2) For the 2019-20 state fiscal year, \$186,534 is appropriated to
7	the department of law. This appropriation is from reappropriated funds
8	received from the department of health care policy and financing under
9	subsection (1)(c) of this section and is based on an assumption that the
10	department of law will require an additional 1.0 FTE. To implement this
11	act, the department of law may use this appropriation to provide legal
12	services for the department of health care policy and financing.
13	(3) For the 2019-20 state fiscal year, \$296,160 is appropriated to
14	the office of the governor for use by the office of information technology.
15	This appropriation is from reappropriated funds received from the
16	department of health care policy and financing under subsection (1)(d) of
17	this section. To implement this act, the office may use this appropriation
18	to provide information technology services for the department of health
19	care policy and financing.
20	(4) The appropriation in subsection (1)(a) of this section is based
21	on the assumption that the anticipated amount of federal funds received
22	for the 2019-20 state fiscal year by the department of health care policy
23	and financing for personal services will decrease by \$70,000.
24	SECTION 7. Act subject to petition - effective date. This act
25	takes effect at 12:01 a.m. on the day following the expiration of the
26	ninety-day period after final adjournment of the general assembly (August
27	2, 2019, if adjournment sine die is on May 3, 2019); except that, if a

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- referendum petition is filed pursuant to section 1 (3) of article V of the
- state constitution against this act or an item, section, or part of this act
- 3 within such period, then the act, item, section, or part will not take effect
- 4 unless approved by the people at the general election to be held in
- November 2020 and, in such case, will take effect on the date of the
- 6 official declaration of the vote thereon by the governor.

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