| 1 2 | State of Arkansas 95th General Assembly | As Engrossed: H2 ${f A}$ ${f B}$ ${f B}$ | 2/11/25 | |
|--------|---|---|--|--|
| 2 | Regular Session, 2025 | | HOUSE BILL 1150 | |
| 4 | Regulai Sessioli, 2025 | | HOUSE BILL 1150 | |
| 4 5 | By: Representatives J. Moore, | , Ennett, Wooten, Achor, Lund | strum, Gramlich, R. Scott Richardson, Joey | |
| 6 | Carr, Vaught, Rose, Hawk, Lo | Carr, Vaught, Rose, Hawk, Ladyman, Bentley, J. Mayberry | | |
| 7 | By: Senators K. Hammer, J. F | . Hammer, J. Petty, Caldwell, G. Leding, C. Tucker, M. Johnson, J. Scott | | |
| 8 | | | | |
| 9 | For An Act To Be Entitled | | | |
| 10 | AN ACT TO | PROHIBIT A PHARMACY BE | NEFITS MANAGER FROM | |
| 11 | OBTAINING | OBTAINING CERTAIN PHARMACY PERMITS; AND FOR OTHER | | |
| 12 | PURPOSES. | | | |
| 13 | | | | |
| 14 | | | | |
| 15 | | Subtitle | | |
| 16 | TO PI | TO PROHIBIT A PHARMACY BENEFITS MANAGER | | |
| 17 | FROM OBTAINING CERTAIN PHARMACY PERMITS. | | | |
| 18 | | | | |
| 19 | BE IT ENACTED BY THE G | ENERAL ASSEMBLY OF THE | STATE OF ARKANSAS: | |
| 20 | | | | |
| 21 | SECTION 1. DO N | OT CODIFY. <u>Legislativ</u> | e findings and intent. | |
| 22 | (a) The General Assembly finds that: | | | |
| 23 | (1) It is beneficial to the State of Arkansas to support patient | | | |
| 24 | access to prescription drugs and pharmacy services at fair prices in a market | | | |
| 25 | that supports optimal patient care; | | | |
| 26 | (2) The Federal Trade Commission and the United States House | | | |
| 27 | Committee on Oversight and Government Reform have found evidence of | | | |
| 28 | anticompetitive busine | anticompetitive business tactics that have driven locally-operated pharmacies | | |
| 29 | out of business, limiting patient choices and inflating drug prices at | | | |
| 30 | pharmacies owned by ph | pharmacies owned by pharmacy benefits managers; and | | |
| 31 | <u>(3) The S</u> | tate of Arkansas wishe | <u>s to minimize conflicts of</u> | |
| 32 | interest by stopping the pharmacy benefits managers acting as a "fox guarding | | | |
| 33 | the henhouse" by being both a price setter and price taker. | | | |
| 34 | (b) It is the intent of the General Assembly that the State of | | | |
| 35 | Arkansas shall improve healthcare delivery in the pharmacy market for | | | |
| 36 | patients by eliminating certain anticompetitive business tactics as a basic | | | |



§ 4

1 tenet of this act. 2 SECTION 2. Arkansas Code Title 17, Chapter 92, Subchapter 4, is 3 amended to add an additional section to read as follows: 1. <u>17-92-416</u> 17-92-414. Prohibition on certain pharmacy permits for retail sale of 17-92-414 and 17-92-415 used by drugs or medicines - Definitions. Acts 2025, No. 52, (a) As used in this section: 8 (1)(A) "Permit" means a permit issued under § 17-92-405. (B) "Permit" includes a pharmacy permit for a mail-order pharmacy; and 9 10 (2)(A) "Pharmacy benefits manager" means the same as defined in 11 § 23-92-503. 12 (B) "Pharmacy benefits manager" includes an entity that: 13 (i) Is managed by a pharmacy benefits manager or is 14 a subsidiary of a pharmacy benefits manager; or 15 (ii) Has a direct or indirect ownership interest in 16 a pharmacy benefits manager. 17 (b) A pharmacy benefits manager shall not acquire direct or indirect 18 interest in, or otherwise hold, directly or indirectly, a permit under § 17-92-405 for the retail sale of drugs or medicines in this state. 19 20 (c) On and after the effective date of this act, the Arkansas State Board of Pharmacy shall either revoke or not renew a permit of an entity that 21 22 violates this section. 23 (d) The board may issue a limited use permit for certain rare, orphan, or limited distribution drugs that are otherwise unavailable in the market to 24 25 a pharmacy that would otherwise be prohibited under this section. (e) The board may extend the use of a retail permit or issue a renewal 26 27 of a retail permit for a pharmacy that offers same-day patient access for pharmacist services, a prescription for a controlled substance, mental health 28 29 services, or other critical patient healthcare services for a period of time as determined by the board if there is a pending sale of the pharmacy to an 30 31 eligible buyer. 32 SECTION 3. DO NOT CODIFY. Effective date. 33 34 This act is effective on and after January 1, 2026. 35 36 /s/J. Moore

2

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