SENATE BILL No. 229

By Committee on Public Health and Welfare

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9 AN ACT concerning prescription drugs; creating the prescription confidentiality act.

Be it enacted by the Legislature of the State of Kansas:

Section 1. (a) Records relative to prescription information containing patient-identifiable and prescriber-identifiable data shall not be licensed, transferred, used or sold by any pharmacy benefits manager, insurance company, electronic transmission intermediary, retail, mail order or internet pharmacy or other similar entity, for any commercial purpose, except for the limited purposes of pharmacy reimbursement; formulary compliance; care management; utilization review by a health care provider, the patient's insurance provider or the agent of either; health care research; or as otherwise provided by law.

- (b) Commercial purpose includes, but is not limited to, advertising, marketing, promotion, or any activity that could be used to influence sales or market share of a pharmaceutical product, influence or evaluate the prescribing behavior of an individual health care professional, or evaluate the effectiveness of a professional pharmaceutical detailing sales force.
- (c) Nothing in this section shall prohibit the dispensing of prescription medications to a patient or to the patient's authorized representative; the transmission of prescription information between an authorized prescriber and a licensed pharmacy; the transfer of prescription information between licensed pharmacies; the transfer of prescription records that may occur in the event a pharmacy ownership is changed or transferred; care management educational communications provided to a patient about the patient's health condition, adherence to a prescribed course of therapy or other information about the drug being dispensed, treatment options or clinical trials. Nothing in this section shall prohibit the collection, use, transfer or sale of patient and prescriber de-identified data by zip code, geographic region or medical specialty for commercial purposes.
- (d) In addition to other appropriate remedies under this act, a violation of this section is an unfair or deceptive act or practice within the meaning of K.S.A. 50-626, and amendments thereto. Any right or remedy set forth in the Kansas consumer protection act, K.S.A. 50-623, et seq., and amendments thereto, may be used to enforce the provisions of this

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16 17 section. Further, a violation of this section is a violation of the pharmacy act of the state of Kansas and K.S.A. 65-1658, and amendments thereto, may be used to enforce the provisions of this section.

- Sec. 2. (a) Following the close of each calendar year, any clearing-house that provides information to Kansas residents about pharmaceutical manufacturers' patient assistance programs shall, to the extent that the clearinghouse collects such information, provide aggregate information to the secretary of the department of social and rehabilitation services relative to either:
- (1) The number of people in Kansas who may qualify for any manufacturer or government program during the calendar year; or
 - (2) the number of patients served during the calendar year.
- (b) An individual company may provide additional information about the individual company's patient assistance program; however, the secretary shall combine all information from all sources, including individual companies and the clearinghouse, and shall report only aggregate information to the public.
- Sec. 3. This act shall take effect and be in force from and after its publication in the statute book.