

# STATE OF NEW YORK

S. 5169--A

A. 7196--A

2019-2020 Regular Sessions

## SENATE - ASSEMBLY

April 12, 2019

IN SENATE -- Introduced by Sens. BIAGGI, BENJAMIN, CARLUCCI, GAUGHRAN, HOYLMAN, JACKSON, MAY, MYRIE, PARKER, SALAZAR -- read twice and ordered printed, and when printed to be committed to the Committee on Consumer Protection -- recommitted to the Committee on Consumer Protection in accordance with Senate Rule 6, sec. 8 -- committee discharged, bill amended, ordered reprinted as amended and recommitted to said committee

IN ASSEMBLY -- Introduced by M. of A. DenDEKKER, MOSLEY, JACOBSON, COLTON, BUTTENSCHON, HEVESI, STIRPE, REYES, BARRON, PICHARDO, SEAWRIGHT, CARROLL, LENTOL, LIPETRI, ASHBY, WEPRIN, SIMON, LIFTON, BENEDETTO, D'URSO, HUNTER, MONTESANO, GOTTFRIED, CRUZ -- read once and referred to the Committee on Consumer Affairs and Protection -- recommitted to the Committee on Consumer Affairs and Protection in accordance with Assembly Rule 3, sec. 2 -- committee discharged, bill amended, ordered reprinted as amended and recommitted to said committee

AN ACT to amend the general business law, in relation to requiring prescription drug manufacturers to notify the attorney general of arrangements between pharmaceutical manufacturers resulting in the delay of the introduction of generic drugs

The People of the State of New York, represented in Senate and Assembly, do enact as follows:

1 Section 1. This act shall be known and may be cited as the "manufac-  
2 turer disclosure and transparency act".

3 § 2. The general business law is amended by adding a new section 396-  
4 rrr to read as follows:

5 § 396-rrr. Delay of introduction of generic medications. 1. (a) Each  
6 pharmaceutical manufacturer doing business in this state that manufac-  
7 tures a brand name prescription drug and enters into an arrangement,  
8 through agreement or otherwise, with another pharmaceutical manufacturer

EXPLANATION--Matter in italics (underscored) is new; matter in brackets  
[-] is old law to be omitted.

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1 that has the purpose or effect of delaying or preventing such other  
2 manufacturer from introducing a generic substitute for such drug into  
3 the marketplace shall, not later than thirty days after entering into  
4 such arrangement, send notice to the attorney general, in a form and  
5 manner prescribed by the attorney general, disclosing the name of such  
6 drug, the wholesale price, the disease such drug is commonly prescribed  
7 to treat, the manufacturer of such drug, the name of the generic  
8 manufacturer, and the length of the delay.

9 (b) The attorney general shall, no later than thirty days after  
10 receiving a notice pursuant to paragraph (a) of this subdivision, share  
11 the information with the drug utilization review board established under  
12 section three hundred sixty-nine-bb of the social services law, all  
13 medicaid managed care plans, health carriers and pharmacy benefits  
14 managers doing business in the state in a format and manner prescribed  
15 by the attorney general.

16 2. The office of the attorney general shall post on its website all  
17 the notices required pursuant to paragraph (a) of subdivision one of  
18 this section in a format and manner developed by the attorney general  
19 that is searchable by drug, cost, disease, and manufacturer both for the  
20 brand and generic drug for public review.

21 3. For a violation by a manufacturer of a brand name drug who knowing-  
22 ly or negligently fails to notify the attorney general as required in  
23 paragraph (a) of subdivision one of this section, the attorney general  
24 shall fine such manufacturer no less than five thousand dollars for the  
25 first violation for each day such manufacturer fails to properly notify  
26 the attorney general pursuant to the requirements of this section and no  
27 less than ten thousand dollars for each violation thereafter for each  
28 day such manufacturer fails to properly notify the attorney general  
29 pursuant to the requirements of this section.

30 4. The attorney general is authorized to promulgate rules and regu-  
31 lations necessary for the implementation of this section.

32 § 3. This act shall take effect on the one hundred eightieth day after  
33 it shall have become a law.