



State of Tennessee

PUBLIC CHAPTER NO. 631

SENATE BILL NO. 1789

By Overbey, Haile, McNally, Bell, Yager

Substituted for: House Bill No. 1697

By Shepard, Cameron Sexton, Carr, Terry, Byrd, Shaw, Travis, Goins

AN ACT to amend Tennessee Code Annotated, Title 56, Chapter 7, Part 31, relative to appeals of maximum allowable costs.

BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF TENNESSEE:

SECTION 1. Tennessee Code Annotated, Section 56-7-3102, is amended by adding the following language as a new subdivision:

() "Pharmacy services administrative organization" means an entity that provides contracting and other administrative services to pharmacies to assist them in their interaction with third-party payers, pharmacy benefits managers, drug wholesalers, and other entities.

SECTION 2. Tennessee Code Annotated, Section 56-7-3108, is amended by adding the following language at the end of subsection (a):

If a pharmacy chooses to contest the listed maximum allowable cost for a particular drug or medical product or device, the pharmacy shall have the right to designate a pharmacy services administrative organization or other agent to file and handle its appeal of the maximum allowable cost of the drug or medical product or device.

SECTION 3. This act shall take effect upon becoming a law, the public welfare requiring it.

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PASSED: March 10, 2016



RON RAMSEY
SPEAKER OF THE SENATE



BETH HARWELL, SPEAKER
HOUSE OF REPRESENTATIVES

APPROVED this 23rd day of March 2016



BILL HASLAM, GOVERNOR