HOUSE No. 1307

The Commonwealth of Massachusetts

PRESENTED BY:

Smitty Pignatelli

To the Honorable Senate and House of Representatives of the Commonwealth of Massachusetts in General Court assembled:

The undersigned legislators and/or citizens respectfully petition for the adoption of the accompanying bill:

An Act establishing a study to examine the feasibility of state manufactured generic prescription drugs.

PETITION OF:

DISTRICT/ADDRESS:	DATE ADDED:
4th Berkshire	2/16/2021
6th Plymouth	2/26/2021
Middlesex and Worcester	2/26/2021
3rd Berkshire	2/26/2021
1st Berkshire	2/26/2021
2nd Hampden	3/2/2021
37th Middlesex	3/8/2021
11th Suffolk	3/15/2021
	4th Berkshire 6th Plymouth Middlesex and Worcester 3rd Berkshire 1st Berkshire 2nd Hampden 37th Middlesex

HOUSE No. 1307

By Mr. Pignatelli of Lenox, a petition (accompanied by bill, House, No. 1307) of Smitty Pignatelli and others that the Health Policy Commission conduct a study relative to the manufacture of generic prescription drugs by the Commownealth. Health Care Financing.

The Commonwealth of Alassachusetts

In the One Hundred and Ninety-Second General Court (2021-2022)

An Act establishing a study to examine the feasibility of state manufactured generic prescription drugs.

Whereas, The deferred operation of this act would tend to defeat its purpose, which is to establish forthwith a study to examine the feasibility of state manufactured generic prescription drugs, therefore it is hereby declared to be an emergency law, necessary for the immediate preservation of the public convenience.

Be it enacted by the Senate and House of Representatives in General Court assembled, and by the authority of the same, as follows:

- 1 Notwithstanding any general or special law to the contrary, the health policy commission
- 2 shall conduct a study examining the feasibility of establishing a program for the commonwealth
- 3 to manufacture generic prescription drugs.
- 4 The study shall examine the factors that most greatly contribute to increasing drug costs
- 5 in the commonwealth, the ways in which the cost of generic prescription drugs factors into
- 6 MassHealth spending and healthcare costs across the Massachusetts healthcare system and
- 7 whether establishing a state-run generic prescription drug brand manufacturing program would
- 8 be reasonable and effective at reducing drug prices and the cost of healthcare in Massachusetts
- 9 including, but not limited to: (i) factors that contribute towards the increase of generic

prescription drug prices; (ii) identifying generic prescription drugs that comprise the greatest proportion of generic prescription drug spending; (iii) identifying generic prescription drugs that comprise the greatest proportion of generic prescription drug price increases; (iv) the competitive landscape of generic drug manufacturing and its effects on generic prescription drugs prices in Massachusetts; (v) the degree of competition in regards to the generic prescription drugs that comprise the greatest degree of spending; and (vi) the potential impact on prescription drug costs and healthcare costs by establishing a state-run program to manufacture generic prescription drugs.

The commission shall submit a report of its findings and recommendations to the governor, speaker of the house, senate president, clerks of the house and senate, chairs of the joint committee on ways and means and chairs of the joint committee on health care finance no later than 1 year after the passage of this act. Recommendations of the report shall include, but not be limited to: (i) a cost-benefit analysis of establishing a state-run program to manufacture generic prescription drugs; (ii) whether such a program would be sensible for the commonwealth to establish; (iii) a plan for the establishment of such a program if believed to be effective; (iv) the generic prescriptions drugs that would be most beneficial to manufacture; and (v) any legislative recommendations.