## SUBSTITUTE FOR HOUSE BILL NO. 4357

A bill to amend 1978 PA 368, entitled "Public health code,"

(MCL 333.1101 to 333.25211) by adding sections 17748g and 17748h.

## THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

- 1 Sec. 17748g. (1) A manufacturer or wholesale distributor,
- 2 including any employee or agent of the manufacturer or wholesale
- 3 distributor, shall not offer or give a gift to a prescriber when
- 4 engaged in a sales, promotional, or other marketing activity for a
- 5 prescription drug.
- 6 (2) The board may promulgate rules that are necessary or
- 7 required to implement this section.
- 8 (3) As used in this section, "gift" means a payment, an
- 9 advance, a forbearance, or the rendering or deposit of money,

- 1 services, or anything else of value, the value of which exceeds
- 2 \$63.00 in any 1-month period. However, gift does not include any of
- 3 the following:
- 4 (a) Providing a sample of a prescription drug to a prescriber
- 5 for distribution to his or her patient.
- 6 (b) One or more items with a total combined retail value, in
- 7 any 1-year period, of not more than \$63.00.
- 8 (c) A publication or educational material.
- 9 (d) A payment to the sponsor of a medical conference,
- 10 professional meeting, or other educational program, if the payment
- 11 is not made directly to a prescriber and is used solely for bona
- 12 fide educational purposes.
- 13 (e) Reasonable compensation and expense reimbursement for the
- 14 professional or consulting service of a prescriber, such as in
- 15 connection with a genuine research project.
- 16 (f) A salary or other benefit paid to an employee.
- 17 (g) Anything of value provided by the manufacturer or
- 18 wholesale distributor to its salaried employees.
- 19 (h) Reasonable compensation and expense reimbursement to a
- 20 prescriber who serves as a speaker or on the faculty at a
- 21 professional or educational conference or meeting, including a
- 22 conference or meeting that is organized or sponsored by the
- 23 manufacturer or wholesale distributor.
- 24 (i) Funding for a continuing medical or pharmacy education
- 25 activity that is consistent with the standards of the Accreditation
- 26 Council for Continuing Medical Education or the Accreditation
- 27 Council for Pharmacy Education including, but not limited to, a
- 28 scholarship or educational funding for continuing education.
- 29 (j) A modest meal provided in connection with an informational

1 presentation.

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- 2 (k) An educational item designed primarily for the education
  3 of a patient or prescriber.
- 4 (l) A rebate or discount as those terms are described in section 4a of the health care false claim act, 1984 PA 323, MCL 752.1004a.
- 7 (4) This section does not apply to a manufacturer that 8 manufacturers drugs only for animal use.
- 9 Sec. 17748h. A manufacturer and wholesale distributor shall 10 provide a list to the board identifying each employee of the 11 manufacturer or wholesale distributor who engages in the sale, 12 promotion, or marketing of a prescription drug intended for human 13 use to a prescriber and shall ensure that each employee of the 14 manufacturer or wholesale distributor complies with all of the 15 following:
- 16 (a) That the employee provides to the prescriber, in writing,
  17 the wholesale acquisition cost of a prescription drug if the
  18 employee provides information concerning the prescription drug to
  19 the prescriber.
  - (b) That the employee does not engage in any deceptive or misleading marketing of a prescription drug, including knowingly concealing, suppressing, omitting, or misstating a material fact or knowingly making a misleading representation of a material fact.
  - (c) That the employee does not attend a patient examination without first obtaining the consent of the patient.
- Enacting section 1. This amendatory act does not take effect unless House Bill No. 4358 of the 101st Legislature is enacted into law.