

Australian Government

Veterans' Entitlements (Dispensed Price for Repatriation Pharmaceutical Benefits/Updating Incorporated Documents) Amendment Instrument 2015

Instrument 2015 No. R45.

	Act 1986, appr		ns' Affairs, under subsect ollowing instrument prep	ion 91(3) of the <i>Veterans'</i> ared by the Repatriation
Dated this	21	day of	December	2015
Stuart Robert				
STUART RO				

The <u>Repatriation Con</u> 1986 <u>prepares</u> the following the following the following the prepared to the prepared		(2) of the Veterans' Entitlements Act
Dated this 3rd	day of December	2015
The Seal of the Repatriation Commis was affixed hereto in presence of:)) SEAL)
Simon Lewis	Craig Orme	Major General Mark Kelly
SIMON LEWIS PRESIDENT	CRAIG ORME AM CSC DEPUTY PRESIDENT	MAJOR GENERAL MARK KELLY AO DSC COMMISSIONER

1 Name

This instrument is the Veterans' Entitlements (Dispensed Price for Repatriation Pharmaceutical Benefits/Updating Incorporated Documents) Amendment Instrument 2015.

2 Commencement

(1) Each provision of this Instrument specified in column 1 of the table commences, or is taken to have commenced, in accordance with column 2 of the table. Any other statement in column 2 has effect according to its terms.

Commencement information					
Column 1		Column 2	Column 3		
Provisi	ons	Commencement	Date/Details		
1.	Sections 1 to 5	The day after this instrument is registered			
2.	Schedule Part A	The day after this instrument is registered			
3.	Schedule Part B	1 January 2016			
4.	Any provision not covered by this table	The day after this instrument is registered			

Note:

This table relates only to the provisions of this instrument as originally made. It will not be amended to deal with any later amendments of this instrument.

(2) Any information in column 3 of the table is not part of this instrument. Information may be inserted in this column, or information in it may be edited, in any published version of this instrument.

3 Authority

This instrument is made under subsection 91(2) of the *Veterans' Entitlements Act 1986*.

4 Definition

"RPBS" means the instrument known as the Repatriation Pharmaceutical Benefits Scheme prepared under section 91 of the *Veterans' Entitlements Act 1986*.

5 Schedule

The instrument specified in the Schedule to this instrument is varied as set out in the applicable items in the Schedule.

Schedule

PART A

Variations to the RPBS Commencing on Registration

1 Part 1 – Interpretation (Section 3)

insert:

"dispensed price" means:

(a) for a *Pharmaceutical benefit* included in the *PBS* and supplied under the *Scheme* — the dispensed price for the *Pharmaceutical benefit* in the *PBS*;

Note: the dispensed price in the *PBS* is described as "Dispensed Price for Max.Qty"

(b) for a *Pharmaceutical benefit* included in the *RPBS Schedule* and supplied under the *Scheme* — the dispensed price for the *Pharmaceutical benefit* in the *RPBS Schedule*;

Note: the dispensed price in the *RPBS Schedule* is described as "Dispensed Price for Max.Qty"

(c) for a *Pharmaceutical benefit* not included in the *PBS* or the *RPBS Schedule* and supplied under the *Scheme* — the dispensed price for the *Pharmaceutical benefit* worked out under the *RPBS Schedule*.

Note: see the information in the *RPBS Schedule* under the headings: "Pricing of Non-Schedule Ready Prepared Items" and "Pricing of Non-Schedule Extemporaneously Prepared Items".

"Sixth Community Pharmacy Agreement" means the written agreement between the Australian Government and the Pharmacy Guild of Australia called the "Sixth Community Pharmacy Agreement" which relates to the delivery of *PBS* medicines and related services, being the version of the agreement as it exists on the date for the document in Schedule 1.

2 Paragraph 11B (the heading "Supply Certification Form")

3 Paragraph 21

after the paragraph, insert:

21A Dispensed Price for RPBS Schedule Pharmaceutical benefits

(1) The *Commission* is to decide the *dispensed price* for *Pharmaceutical benefits* included in the *RPBS Schedule* and the *Department* is to notify a *dispensed price* decided by the *Commission*.

Note (1): in practice a delegate of the *Commission* could decide the dispensed price.

Note (2): as at 1 January 2016 a Committee called the "Repatriation Pharmaceutical Reference Committee" established under the auspices of the Department of Veterans' Affairs advised the Repatriation Commission on the listing of pharmaceutical benefits in the *RPBS Schedule*.

Note (3): sections 4 and 5 explain the process of notification for the purposes of the *Scheme*.

- (2) The *dispensed price* in (1) is to be comprised of:
 - (a) the ex manufacturer price being the price the *Commission* and the responsible person for the brand of the *Pharmaceutical benefit* have agreed, by reference to the quantity of the *Pharmaceutical benefit*, is to be the price at which the manufacturer sells the *Pharmaceutical benefit* in the context of the *Scheme* (approved ex manufacturer price); and

Note: in practice a delegate of the *Commission* could enter into the agreement.

- (b) the following amounts worked out as if the *Pharmaceutical benefit* is included in the PBS and the amount worked out under the *PBS* and the *Sixth Community Pharmacy Agreement* except that the approved ex manufacturer price is ascertained under the *Scheme*:
 - (i) the wholesale mark-up being the markup on the approved ex manufacturer

price of a ready-prepared *Pharmaceutical benefit* (approved wholesale price);

(ii) the administration, handling and infrastructure fee;

Note: previously this fee was known as the pharmacy mark-up.

- (iii) the dispensing fee (for a ready-prepared *Pharmaceutical benefit* or a extemporaneously-prepared *Pharmaceutical benefit* (as the case may be));
- (iv) any dangerous drug fee (for a readyprepared *Pharmaceutical benefit*).

Note: see clause 4 (Commonwealth price) of the *Sixth Community Pharmacy Agreement* for the amounts mentioned above.

4 Paragraphs 26, 27, 28, 29 (including the headings)

substitute:

Payment of Dispensed Price

The amount payable to a *Community Pharmacist* for the supply of a *Pharmaceutical benefit* under the *Scheme* is the *dispensed price*.

Note: the dispensed price includes a dispensing fee.

5 Paragraph 30 (except the heading)

substitute:

30. The *dispensed price* may not be payable to a *Community Pharmacist* where that person does not satisfy the requirements of paragraph 18 and supplies *Pharmaceutical benefits* to a person who is not an *Eligible Person*.

PART B

Variations to the RPBS Commencing on 1 January 2016

1 Schedule 1 – Incorporated Documents

substitute:

SCHEDULE 1 – INCORPORATED DOCUMENTS

The following documents, in the version in which they exist on 1 January 2016, are incorporated-by-reference into the *Scheme*:

List A

- Explanatory Notes
- RPBS Explanatory Notes
- PBS or Pharmaceutical Benefits Scheme
- RPBS Schedule

Note: "RPBS Schedule" is defined to mean the *Repatriation Schedule of Pharmaceutical Benefits* which is further defined.

- Sixth Community Pharmacy Agreement
- the British Pharmacopoeia
- the United States Pharmacopoeia
- the European Pharmacopoeia
- the Australian Pharmaceutical Formulary
- a prescribed Pharmacology text of international standing
- the Pharmaceutical Codex as amended and authorised by regulations under the *Therapeutic Goods Act 1989*.

List B

The following documents are incorporated-by-reference into the *Scheme*:

- previous editions of the British Pharmacopoeia which describe drugs and medicinal preparations
- previous editions of the Pharmaceutical Codex as amended and authorised by regulations under the *Therapeutic Goods Act 1989* which describe drugs and medicinal preparations
- previous editions of the Australian Pharmaceutical Formulary which describe drugs and medicinal preparations.

Note: paragraph 43 provides that the later versions of certain documents in list A take precedence over earlier versions of the documents in List B