THE GENERAL ASSEMBLY OF PENNSYLVANIA

HOUSE BILL 721 Session of No. 2009

- INTRODUCED BY SOLOBAY, BELFANTI, BRENNAN, CARROLL, CREIGHTON, FABRIZIO, GOODMAN, GRUCELA, HORNAMAN, KULA, LONGIETTI, MAHONEY, MANN, MCILVAINE SMITH, M. O'BRIEN, PALLONE, PICKETT, READSHAW, SIPTROTH, STABACK, VULAKOVICH, WATSON, WHITE, YOUNGBLOOD, KORTZ, MURT, SEIP AND MIRABITO, MARCH 4, 2009
- AS AMENDED ON SECOND CONSIDERATION, HOUSE OF REPRESENTATIVES, AUGUST 5, 2009

AN ACT

| PROVIDING FOR DRUG REDISTRIBUTION WITHIN CORRECTIONAL FACILITIES. |
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| The General Assembly of the Commonwealth of Pennsylvania |
| hereby enacts as follows: |
| Section 1. Short title. |
| This act shall be known and may be cited as the Prescription |
| Drug Redistribution Act. |
| Section 2. Definitions. |
| The following words and phrases when used in this act shall |
| have the meanings given to them in this section unless the |
| context clearly indicates otherwise: |
| "Crediting fee." The fee imposed by a licensed pharmacist |
| for accepting any portion of an unused, returned prescription, |
| which shall be approved by the Pennsylvania Fair Drug Pricing |
| Board. The crediting fee shall be not less than \$3.50 and not |
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| 1 | more than \$7.50 for any prescription. |
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| 2 | "FDA." The Federal Food and Drug Administration. |
| 3 | "Health care facility." Any of the following, regardless of |
| 4 | whether the facility is for profit, nonprofit or governmental: |
| 5 | (1) A general or specific hospital, including State- |
| 6 | centers for the mentally retarded and psychiatric hospitals. |
| 7 | (2) Skilled nursing facilities. |
| 8 | (3) Intermediate care facilities. |
| 9 | (4) Personal care homes. |
| 10 | "Hospital." An institution licensed or regulated as a |
| 11 | hospital by the Department of Health or the Department of Public- |
| 12 | Welfare or a facility owned or operated by the Federal- |
| 13 | Government and accredited by the Joint Commission on |
| 14 | Accreditation of Hospitals as a hospital. |
| 15 | "Vendor pharmacy." The licensed pharmacy of origin. |
| 16 | Section 3. Return to and repackaging by vendor pharmacy. |
| 17 | (a) GeneralEach health care facility or governmental- |
| 18 | correctional facility shall return to the vendor pharmacy, for- |
| 19 | initial repackaging by that vendor pharmacy and redistribution |
| 20 | to that health care facility or governmental correctional |
| 21 | facility, drug products which are: |
| 22 | (1) prescription drug products that are not controlled |
| 23 | substances; |
| 24 | (2) sealed in individually packaged units; |
| 25 | (3) returned to the vendor pharmacy at least 90 days |
| 26 | prior to the expiration of the recommended period of shelf |
| 27 | life for the purpose of redispensing such drug products; and |
| 28 | (4) oral and parenteral medication in single dose sealed |
| 29 | containers approved by the FDA, topical or inhalant drug- |
| 30 | products in units of use containers approved by the FDA or- |
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parenteral medications in multiple-dose sealed containers-1 2 approved by the FDA from which no doses have been withdrawn. (b) Return to vendor. -- Each health care facility or-3 governmental correctional facility shall return to the vendor 4 pharmacy, for subsequent repackaging and redistribution by that-5 vendor pharmacy to that health care facility or governmental 6 7 correctional facility, drug products that have already been 8 repackaged and redistributed pursuant to subsection (a) if: 9 (1) such drug products meet all of the requirements for-10 initial repackaging found in subsection (a); (2) the date on which the drug product was last 11 12 repackaged, the drug product's lot number and the drugproduct's expiration date are indicated clearly on the 13 14 package of such repackaged drug; 15 (3) 90 days or fewer have elapsed from the date of-16 initial repackaging of such drug product; and (4) a repackaging log is maintained by the pharmacy in-17 18 the case of drug products repackaged in advance of immediate 19 needs. 20 (c) Exception. No drug products dispensed in a bulkdispensing container, including bottles, may be returned to-21 22 vendor pharmacy for redistribution. 23 (d) Consent not required. -- The consent of the individual for-24 whom the unused drugs were originally prescribed shall not be 25 required for reuse and redistribution. 26 (e) Rebate. Nothing in this section shall require a pharmaceutical manufacturer to provide a rebate based on the-27 28 reuse and redistribution of any unused drug as authorized in-29 subsections (a) and (b). (f) Department action. -- The appropriate department shall-30

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implement policies to provide reimbursement for the return of 1 unused drug products to the vendor pharmacy from which such drug-2 3 products were purchased. (g) Fees. A fee of not more than 15% of the maximum 4 wholesale price plus a crediting fee shall be provided to the 5 6 vendor pharmacy by the health care facility receiving-7 prepackaged drugs for the return of unused drug products. 8 (h) Limitation of liability.--No pharmaceuticalmanufacturers shall be held liable for any claim or injury-9 10 arising from the transfer of any prescription drug pursuant tothe provisions of this section, including, but not limited to, 11 liability for failure to transfer or communicate product or-12 13 consumer information regarding the transferred drug, as well as the expiration date of the transferred drug. 14 15 (i) Regulations. The Department of Health, the Department 16 of Corrections and the State Board of Pharmacy shall promulgate regulations to carry out the provisions of this act, including 17 18 governing: 19 (1) the repackaging and labeling of drug products -20 returned pursuant to subsections (a) and (b); and 21 (2) procedures for the return of unused products to the vendor pharmacy from which such drug products were purchased. 22 23 (j) Federal law.--All provisions of this act shall be in-24 compliance with section 1171(4) of the Social Security Act (49-Stat. 620, 42 U.S.C. § 1320d(4)). 25 Section 4. Effective date. 26 27 This act shall take effect in 60 days. SECTION 1. SHORT TITLE. 28 29 THIS ACT SHALL BE KNOWN AND MAY BE CITED AS THE CORRECTIONAL FACILITIES DRUG REDISTRIBUTION ACT. 30

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1 SECTION 2. DEFINITIONS.

2 THE FOLLOWING WORDS AND PHRASES WHEN USED IN THIS ACT SHALL
3 HAVE THE MEANINGS GIVEN TO THEM IN THIS SECTION UNLESS THE
4 CONTEXT CLEARLY INDICATES OTHERWISE:

"CORRECTIONAL FACILITY." A JAIL, PRISON, FACILITY, 5 INSTITUTION, GROUP HOME, PRERELEASE CENTER, COMMUNITY 6 CORRECTIONS CENTER, PAROLE CENTER OR ANY FACILITY THAT HOUSES A 7 8 PERSON CONVICTED OF A CRIMINAL OFFENSE OR A PERSON AWAITING 9 TRIAL, SENTENCING OR EXTRADITION IN A CRIMINAL PROCEEDING. 10 EXCEPT FOR AN INSTITUTION, FACILITY OR UNIT OPERATED BY OR FOR THE DEPARTMENT OF CORRECTIONS, THE TERM SHALL NOT INCLUDE A 11 12 FACILITY OR INSTITUTION OPERATED, SUPERVISED OR LICENSED UNDER 13 THE ACT OF JUNE 13, 1967 (P.L.31, NO.21), KNOWN AS THE PUBLIC 14 WELFARE CODE.

15 "DESIGNATED PERSONNEL." A CORRECTIONAL FACILITY EMPLOYEE OR 16 AN EMPLOYEE OF A VENDOR FOR A CORRECTIONAL FACILITY THAT IS 17 AUTHORIZED BY THE SCOPE OF PRACTICE TO ADMINISTER DRUGS AND IS 18 LICENSED BY THE STATE BOARD OF MEDICINE, STATE BOARD OF 19 OSTEOPATHIC MEDICINE, STATE BOARD OF NURSING OR STATE BOARD OF 20 PHARMACY.

21 "DRUG." A MEDICATION PRESCRIBED BY A LICENSED PRACTITIONER,
22 EITHER PATIENT SPECIFIC OR STOCK, TO A PATIENT IN A CORRECTIONAL
23 FACILITY.

24 "MANUFACTURER." A COMPANY THAT PRODUCES A DRUG, OR A FEDERAL 25 DRUG ADMINISTRATION CERTIFIED REPACKER WHO PACKAGES OR 26 REPACKAGES A DRUG PRODUCT FOR DISTRIBUTION.

27 "MANUFACTURER IDENTIFIER." A MANUFACTURER'S NAME OR PRODUCT28 NATIONAL DRUG CODE NUMBER.

29 "UNIT DOSE PACKAGE." AN INDIVIDUALLY SEALED PACKAGE THAT30 CONTAINS A SINGLE DOSE DRUG WITH THE DRUG NAME, STRENGTH,

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MANUFACTURER IDENTIFIER, LOT NUMBER AND EXPIRATION DATE OF THAT
 DRUG ON THE PACKAGE.

3 "UNIT OF ISSUE PACKAGE." A PACKAGE THAT INCLUDES MULTIPLE4 UNIT DOSE PACKAGES OF THE SAME DRUG.

5 "VENDOR PHARMACY." A LICENSED PHARMACY THAT PACKAGES,
6 REPACKAGES OR PREPARES A MANUFACTURER SEALED CONTAINER, UNIT
7 DOSE PACKAGE OR UNIT OF ISSUE PACKAGE FOR DELIVERY TO A
8 CORRECTIONAL FACILITY.

9 SECTION 3. RETURN TO AND REDISPENSING BY VENDOR PHARMACY.

10 A DRUG THAT IS ISSUED TO A CORRECTIONAL FACILITY AND HAS LEFT 11 THE CONTROL OF A PHARMACIST AT A VENDOR PHARMACY MAY BE RETURNED 12 TO ITS VENDOR PHARMACY FOR THE PURPOSE OF REDISPENSING THAT DRUG 13 TO FILL OTHER PRESCRIPTIONS FOR OTHER CORRECTIONAL FACILITIES 14 ONLY IF THE FOLLOWING REQUIREMENTS ARE MET:

15 (1) THE DRUG IS NOT A SCHEDULE I, II, III, IV OR V
16 CONTROLLED SUBSTANCE AS SPECIFIED IN THE ACT OF APRIL 14,
17 1972 (P.L.233, NO.64), KNOWN AS THE CONTROLLED SUBSTANCE,
18 DRUG, DEVICE AND COSMETIC ACT.

19 (2) THE DRUG IS RETURNED TO ITS VENDOR PHARMACY IN
20 ACCORDANCE WITH THE VENDOR PHARMACY'S WRITTEN POLICIES AND
21 PROCEDURES THAT COMPLY WITH SECTION 4 AND THE STATE BOARD OF
22 PHARMACY'S RULES AND REGULATIONS IN REGARD TO DELIVERY,
23 STORAGE, LABELING AND REISSUING THE DRUG.

24 (3) THE DRUG IS RETURNED TO THE VENDOR PHARMACY UNOPENED
25 AND STILL SEALED IN THE UNIT DOSE PACKAGE, UNIT OF ISSUE
26 PACKAGE, BOTTLE OR MANUFACTURER'S PACKAGE.

27 (4) EACH UNIT DOSE PACKAGE, UNIT OF ISSUE PACKAGE OR
28 MANUFACTURER'S PACKAGE RETURNED RETAINS THE DRUG NAME,
29 STRENGTH, MANUFACTURER IDENTIFIER, LOT AND EXPIRATION DATE AS
30 ORIGINALLY LABELED BY THE PHARMACY OR MANUFACTURER.

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(5) THE DRUG ISSUED TO THE FACILITY WAS NEVER IN THE
 POSSESSION OR CONTROL OF A PATIENT.

3 (6) THE DRUG REMAINED IN A CONTROLLED ENVIRONMENT OF A
4 SECURED DRUG ROOM OR SECURED DRUG CART UNDER THE SUPERVISION
5 OF DESIGNATED PERSONNEL WHO ARE RESPONSIBLE FOR THE DRUGS IN
6 THAT CORRECTIONAL FACILITY.

7 (7) THE DRUG HAS NO LESS THAN 90 DAYS BEFORE ITS
8 EXPIRATION DATE.

9 (8) A PHARMACIST AT THE VENDOR PHARMACY DETERMINES BY
10 VISUAL INSPECTION THAT THE RETURNED PRODUCTS ARE NOT
11 ADULTERATED OR MISBRANDED.

(9) A PHARMACIST AT THE VENDOR PHARMACY USING THE 12 PHARMACIST'S PROFESSIONAL JUDGMENT DETERMINES THAT THE 13 14 CONDITIONS UNDER WHICH THE DRUG HAS BEEN DELIVERED, STORED AND HANDLED BEFORE AND DURING ITS RETURN TO THE PHARMACY HAVE 15 16 PRESERVED PROPER INTEGRITY, STABILITY AND LABELING OF THE DRUG AND THAT THE DRUG LABELING OR PACKAGING HAS NOT BEEN 17 18 ALTERED OR DEFACED AND THE DRUG NAME, STRENGTH, MANUFACTURER IDENTIFIER, LOT AND EXPIRATION DATE ARE RETRIEVABLE. 19

20 SECTION 4. VENDOR PHARMACY REDISPENSING.

21 THE VENDOR PHARMACY TO WHICH DRUG PRODUCTS ARE RETURNED MAY 22 REDISPENSE A DRUG PROPERLY RETURNED UNDER SECTION 3, IF ALL OF 23 THE FOLLOWING APPLY:

24 (1) THE DRUGS ARE RETURNED DIRECTLY FROM THE

25 CORRECTIONAL FACILITY TO THE VENDOR PHARMACY.

26 (2) THE DRUGS RETURNED TO THE VENDOR PHARMACY MUST BE
27 STORED SEPARATELY FROM THE REST OF THE PHARMACY'S STOCK.

(3) THE REDISPENSING IS IN COMPLIANCE WITH THE FOOD AND
DRUG ADMINISTRATION, THE UNITED STATES PHARMACOPEIA AND THE
VENDOR PHARMACY'S POLICIES AND PROCEDURES.

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(4) THE VENDOR PHARMACY RECORDS RECEIPT OF THE DRUG,

2 INCLUDING ALL OF THE FOLLOWING:

3 (I) THE DATE THE DRUG WAS RECEIVED.4 (II) THE QUANTITY OF THE DRUG.

(III) THE LOT NUMBER OF THE DRUG.

(IV) THE EXPIRATION DATE OF THE DRUG.

7 (5) INFORMATION RECORDED UNDER THIS SECTION SHALL BE
8 MAINTAINED FOR AT LEAST TWO YEARS FROM THE DATE THE DRUG IS
9 REDISPENSED.

10 (6) THE UNIT DOSE PACKAGE, UNIT OF ISSUE OR ORIGINALLY
11 SEALED CONTAINER STAYS INTACT WITH DRUG NAME, STRENGTH,
12 MANUFACTURER IDENTIFIER, LOT AND EXPIRATION DATE AND IS NOT
13 EMPTIED FROM THE RETURNED UNIT DOSE, UNIT OF ISSUE OR
14 ORIGINAL CONTAINER FOR REPACKING.

15 (7) THE NAME OF ANY PATIENT FOR WHOM THE DRUG WAS16 PREVIOUSLY PRESCRIBED IS REMOVED PRIOR TO REDISPENSING.

17 (8) THE DRUG MUST REMAIN IN THE ORIGINAL CONTAINER OR
18 PACKAGE. BEFORE REDISPENSING, THE VENDOR PHARMACY SHALL
19 ENSURE THAT THE LABEL MEETS THE REQUIREMENTS OF THE STATE
20 BOARD OF PHARMACY'S RULES AND REGULATIONS.

21 SECTION 5. CREDIT FOR REDISPENSING.

22 THE VENDOR PHARMACY, TO WHICH DRUG PRODUCTS ARE RETURNED, 23 SHALL CREDIT THE CORRECTIONAL FACILITY FOR THE UNUSED DRUGS THAT 24 ARE PERMITTED TO BE RESTOCKED FOR REDISPENSING AT A RATE 25 DETERMINED BY THE VENDOR PHARMACY AND THE CORRECTIONAL FACILITY. 26 SECTION 6. DISPOSAL OF UNACCEPTABLE RETURNED DRUGS.

27 RETURNED DRUGS THAT DO NOT MEET ALL THE REQUIREMENTS IN 28 SECTION 3 SHALL BE DEEMED UNACCEPTABLE FOR REDISPENSING AND 29 PROCESSED FOR DISPOSAL. DRUGS DEEMED UNACCEPTABLE FOR 30 REDISPENSING SHALL BE SENT TO A DESTRUCTION AGENCY, REVERSE

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1 DISTRIBUTOR, MANUFACTURER, ORIGINAL WHOLESALER OR OTHER APPROVED

2 ENTITY.

3 SECTION 7. UNPROFESSIONAL CONDUCT.

4 (1) A PHARMACIST AUTHORIZED UNDER THIS ACT TO REDISPENSE
5 A DRUG, WHO PROPERLY RELABELS AND REPACKAGES THE DRUG, SHALL
6 NOT BE DEEMED TO HAVE ENGAGED IN UNPROFESSIONAL CONDUCT UNDER
7 SECTION 5 OF THE ACT OF SEPTEMBER 27, 1961 (P.L.1700,

8 NO.699), KNOWN AS THE PHARMACY ACT.

9 (2) A PHARMACIST WHO FAILS TO COMPLY WITH THE PROVISIONS 10 OF THIS ACT MAY BE SUBJECT TO DISCIPLINE UNDER THE PHARMACY 11 ACT.

12 (3) A PHARMACY THAT FAILS TO COMPLY WITH THE PROVISIONS
13 OF THIS ACT MAY BE SUBJECT TO DISCIPLINE UNDER THE PHARMACY
14 ACT.

15 SECTION 20. EFFECTIVE DATE.

16 THIS ACT SHALL TAKE EFFECT IMMEDIATELY.