LC01012

2013 -- H 5317

STATE OF RHODE ISLAND

IN GENERAL ASSEMBLY

JANUARY SESSION, A.D. 2013

AN ACT

RELATING TO HEALTH AND SAFETY - THE RETURN OR EXCHANGE OF DRUGS ACT

<u>Introduced By:</u> Representatives DeSimone, Slater, Palangio, Palumbo, and Carnevale <u>Date Introduced:</u> February 07, 2013 <u>Referred To:</u> House Health, Education & Welfare

It is enacted by the General Assembly as follows:

1	SECTION 1. Chapter 23-25.4 of the General Laws entitled "Utilization of Unused
2	Prescription Drugs Act" is hereby repealed in its entirety.
3	CHAPTER 23-25.4
4	Utilization of Unused Prescription Drugs Act
5	23-25.4-1. Short title This act may be cited as the "Utilization of Unused Prescription
6	Drugs Act."
7	23-25.4-2. Legislative purpose The general assembly has determined that the high
8	cost of prescription drugs is a burden on the uninsured who may forego the drugs they need or
9	take only partial doses which can ultimately increase health costs. The general assembly has also
10	determined that many nursing facilities and assisted living residences destroy quantities of unused
11	but viable prescription medications when residents pass away or when medications otherwise are
12	no longer needed by the resident. In an effort to improve the quality, efficiency and utilization of
13	the state's health care system, the general assembly hereby establishes a voluntary statewide pilot
14	program allowing nursing facilities and assisted living residences to transfer from their facilities
15	unused prescription drugs to authorized participating pharmacies for distribution to medically
16	indigent Rhode Island residents.
17	23-25.4-3. Definitions For the purposes of this chapter:
18	(1) "Assisted living residence" has the same meaning as such term is defined in section

19 23-17.4-2 and the regulations promulgated thereunder.

1	(2) "Blister packages" means multi-dose containers of a specific medication repackaged
2	by the pharmacy in accordance with section 13.7 of the regulations promulgated under chapter
3	19.1 of title 5 and intended for a specific patient.
4	(3) "Cancer drugs" means any of several drugs that control or kill neoplastic cells,
5	commonly referred to as "cancer-fighting chemotherapy" to destroy cancer cells.
6	(4) "Charitable clinic" means an organized ambulatory care facility licensed pursuant to
7	chapter 17 of title 23 organized as a nonprofit corporation pursuant to section 7-6-2 that:
8	(i) Holds a valid exemption from federal income taxation issued pursuant to Section
9	501(a) of the Internal Revenue Code, 26 U.S.C. section 501(1);
10	(ii) Has a licensed outpatient pharmacy located at the organized ambulatory care facility
11	or a contract with a retail pharmacy to participate in the program established under this chapter.
12	(5) "Health care prescriber" means any of the following persons licensed and authorized
13	to prescribe drugs or to provide medical, dental, or other health related diagnoses, care or
14	treatment within the scope of their professional license:
15	(i) A physician holding a current license to practice medicine pursuant to chapter 37 of
16	title 5;
17	(ii) A certified registered nurse practitioner licensed pursuant to chapter 34 of title 5;
18	(iii) A physician assistant licensed pursuant to chapter 54 of title 5;
19	-(iv) A dentist licensed pursuant to chapter 31.1 of title 5;
20	(v) An optometrist licensed pursuant to chapter 35 of title 5; and
21	-(vi) A pharmacist licensed pursuant to chapter 19.1 of title 5.
22	(vii) A nurse — midwife licensed pursuant to chapter 13 of title 23; and
23	(viii) A psychiatric and mental health clinical nurse specialist licensed pursuant to
24	chapter 34 of title 5.
25	(6) "Medically indigent" means a person eligible to receive Medicaid or Medicare or a
26	person who has no health insurance and who otherwise lacks reasonable means to purchase
27	prescribed drugs.
28	(7) "Prescription drug" means a drug that may be dispensed only upon prescription by a
29	health care prescriber authorized by his or her licensing authority and as defined in chapter 5-
30	19.1.
31	(8) "Unit dose container" is one that is designed to hold a quantity of a drug intended for
32	use as a single dose and used promptly after the container is opened. The immediate container,
33	and/or the outer container or protective packaging shall be designed to show evidence of any
34	tampering with the contents. Each individual container shall be fully identifiable containing a

single dose of a single entity and shall protect the integrity of the dosage form. Labeling shall be
 in accordance with USP standards compendia and federal and state law and shall include the
 identity, quantity, and strength of the product, name of the manufacturer, and lot number and
 expiration date of the article.

5 23-25.4-4. Program established. -- (a) The department of health and the board of pharmacy shall jointly develop and implement a pilot program consistent with public health and 6 7 safety through which unused prescription drugs, other than prescription drugs defined as 8 controlled substances in section 21-28-1.02, shall be transferred from nursing facilities, assisted 9 living residences, residential care facilities or community health organizations that centrally store prescription drugs and are licensed at the M1 licensure level by the department of health to 10 charitable clinics for the purpose of re-dispensing the medication to Rhode Island residents who 11 12 are medically indigent.

(b) The pilot program shall conform to the requirements established in rules promulgated
by the state department of health and the board of pharmacy. The pilot program shall remain in
effect until January 1, 2012.

(c) The state department of health and the board of pharmacy shall review and evaluate
 the pilot program and shall submit a report and any recommendations to the governor, the speaker
 of the house of representatives, and the president of the senate on or before January 1, 2012.

(d) Beginning April 1, 2010, the department of health and the board of pharmacy shall
 implement statewide a program consistent with public health and safety through which unused
 prescription drugs, other than prescription drugs defined as controlled substances in section 21 28-1.02, shall be transferred from nursing facilities or assisted living residences to charitable

23 clinics for the purpose of re-dispensing the unused prescription drugs.

(e) The department of health and the board of pharmacy shall promulgate rules and
 establish procedures necessary to implement the program established pursuant to this chapter.

26 (f) The board of pharmacy shall provide technical assistance to entities who may wish to

27 participate in the program.

(g) The department of health shall be required to provide written notification to all
 eligible nursing homes, assisted living facilities, residential care facilities and community health
 organizations and to post a sign clearly and conspicuously in each facility to notify its residents of
 the program.

32 <u>23-25.4-5. Criteria. --</u> The following criteria shall be used in soliciting and accepting
 33 unused prescription drugs for use pursuant to this chapter:

34 (1) Nursing facilities and assisted living residences that have entered into an agreement

1	to participate with a charitable clinic shall document residents' participation in the program with a
2	written statement that their excess and otherwise eligible unused prescription drugs shall be
3	donated to a charitable clinic for the purpose of re dispensing to medically indigent persons.
4	Participation in this program by residents of participating nursing facilities and assisted living
5	residences shall be strictly voluntary.
6	(2) Only prescription drugs in their original sealed multi-dose blister packages, unit dose
7	containers or perforated blister packages shall be accepted and re dispensed;
8	(3) Expired or beyond use date prescription drugs shall not be accepted;
9	(4) A prescription drug shall not be accepted or re-dispensed if the pharmacist accepting
10	or re-dispensing the drug, in his or her judgment has reason to believe that the drug is adulterated,
11	mislabeled, or has been improperly stored;
12	-(5) No controlled substances shall be accepted; and
13	(6) Subject to the limitation specified in this section, unused prescription drugs dispensed
14	for purposes of a medical assistance program may be accepted and re-dispensed pursuant to this
15	chapter.
16	23-25.4-6. Participation (a) Participation in the program established in this chapter by
17	individual residents of any assisted living residence or nursing facility, pharmacies, nursing
18	facilities, assisted living residences, charitable clinics or prescription drug manufacturers shall be
19	voluntary. Nothing in this chapter shall require any resident of any assisted living residence or
20	nursing facility, pharmacy, pharmacists, charitable clinic or prescription drug manufacturer to
21	participate in the program.
22	(b) A pharmacy operating in conjunction with a charitable clinic may:
23	(1) Re dispense prescription drugs donated pursuant to this chapter to persons who are
24	medically indigent residents of Rhode Island.
25	(c) A pharmacy operating in conjunction with a charitable clinic wherein both meet the
26	eligibility requirements established and authorized by this chapter and that accepts donated
27	prescription drugs shall:
28	(1) Comply with all applicable federal and state laws relating to the storage, distribution,
29	and dispensing of prescription drugs;
30	(2) Inspect all prescription drugs prior to re-dispensing the prescription drugs to
31	determine that such drugs are not adulterated; and
32	(3) Re-dispense prescription drugs only pursuant to a valid prescription issued by a
33	health care prescriber.
34	-(d) Prescription drugs donated pursuant to this chapter shall not be resold.

1	23-25.4-7. Liability (a) For matters related only to the lawful donation, acceptance, or
2	re-dispensing of prescription drugs under this chapter, the following persons and entities, in
3	compliance with the criteria set forth in this chapter, in the absence of bad faith shall not be
4	subject to criminal or civil liability for injury, death, or loss to person or property, or professional
5	disciplinary action:
6	-(1) The board of pharmacy;
7	(2) Any resident of a nursing facility or assisted living residence who agrees to donate
8	unused prescription drugs, or his/her next of kin or legal guardian or estate;
9	(3) The department of mental health, retardation and hospitals;
10	(4) Any charitable clinic, prescription drug manufacturer, governmental entity, nursing
11	facility, or assisted living residence who participates in the program for the reuse of prescription
12	drugs pursuant to this chapter;
13	(5) Any prescription drug manufacturer or its representative that directly donates
14	prescription drugs in professional samples to a charitable clinic or a pharmacy pursuant to this
15	chapter;
16	-(6) Any charitable clinic, health care prescriber or pharmacy that accepts or re-dispenses
17	prescription drugs pursuant to this chapter; and
18	(7) Any pharmacy or pharmacist operating in conjunction with a charitable clinic, or
19	other state contracted pharmacy that employs a health care professional who accepts or can
20	legally dispense prescription drugs pursuant to this chapter.
21	(b) For matters related to the donation, acceptance, or dispensing of a prescription drug
22	manufactured by the prescription drug manufacturer that is donated by any entity pursuant to this
23	chapter, a prescription drug manufacturer shall not, in the absence of bad faith be subject to
24	criminal or civil liability for injury, death, or loss to person or property including, but not limited
25	to, liability for failure to transfer or communicate product or consumer information or the
26	expiration date of the donated prescription drug.
27	23-25.4-8. Rules (a) The board of pharmacy shall promulgate rules by December 1,
28	2005, to implement the provisions of this chapter. Such rules may include:
29	(1) Eligibility criteria for pharmacies and charitable clinics authorized to receive and
30	dispense donated prescription drugs pursuant to this chapter;
31	(2) Establishment of a formulary which shall include all prescription drugs approved by
32	the federal Food and Drug Administration;
33	(3) Standards and procedures for transfer, acceptance, safe storage, security, and
34	dispensing of donated prescription drugs;

1	(4) A process for seeking input from the state department of health in establishing
2	provisions which affect nursing homes and assisted living residences;
3	(5) A process for seeking input form the department of mental health, retardation and
4	hospitals in establishing provisions which affect mental heath and substance abuse clients;
5	(6) Standards and procedures for inspecting donated prescription drugs to ensure that the
6	drugs are in compliance with the provisions of this chapter and to ensure that, in the professional
7	judgment of the pharmacist, the medications meet all federal and state standards for product
8	integrity;
9	(7) Procedures for destruction of medications that are donated which are controlled
10	substances;
11	(8) Procedures for verifying whether the pharmacy and responsible pharmacist
12	participating in the program are licensed and in good standing with the board of pharmacy;
13	(9) Establishment of standards for acceptance of unused prescription medications from
14	assisted living residences; and
15	(10) Any other standards and procedures the board of pharmacy deems appropriate or
16	necessary to implement the provisions of this chapter.
17	(b) In accordance with the rules and procedures of the program established pursuant to
18	this section, a resident of a nursing facility or assisted living residence, or the representative or
19	guardian of a resident may donate unused prescription medications, other than prescription drugs
20	defined as controlled dangerous substances, to charitable clinics for dispensing to medically
21	indigent persons.
22	23-25.4-9. Establishment of oversight commission on utilization of unused
23	prescription drugs Membership (a) There is hereby established a commission on the
24	utilization of prescription drugs to oversee the development and implementation of the pilot
25	program for the utilization of unused prescription drugs as established pursuant to this chapter.
26	(b) The commission shall consist of five (5) members to be appointed by the speaker of
27	the house, not more than three (3) from the same political party. Any vacancy on the commission,
28	occurring for any reason prior to the expiration of the term, shall be filled for the unexpired term
29	by the appointing authority in the same manner as the original appointment.
30	SECTION 2. Title 23 of the General Laws entitled "HEALTH AND SAFETY" is hereby
31	amended by adding thereto the following chapter:
32	CHAPTER 25.5
33	THE RETURN OR EXCHANGE OF DRUGS ACT
34	23-25.5-1. Short title This act shall be known and may be cited as "The Return or

1 Exchange of Drugs Act."

2	23-25.5-2. Legislative purpose The general assembly finds that many nursing
3	facilities and assisted living residences destroy quantities of unused but viable prescription
4	medication when residents pass away or when medications otherwise are no longer needed by the
5	resident. In an effort to improve the quality, efficiency and utilization of the state's healthcare
6	system, the general assembly hereby establishes a statewide program allowing pharmacies to
7	accept for return and redispensing certain prescription drugs.
8	23-25.5-3. Definitions. – For the purposes of this chapter:
9	(1) "Assisted living residence" has the same meaning as such term is defined in section
10	23-17.4-2 and the regulations promulgated thereunder.
11	(2) "Blister packages" means multi-dose containers of a specific medication repackaged
12	by the pharmacy in accordance with section 13.7 of the regulations promulgated under chapter
13	19.1 of title 5 and intended for a specific patient.
14	(3) "Department" means the department of health.
15	(4) "Healthcare prescriber" means any of the following persons licensed and authorized
16	to prescribe drugs or to provide medical, dental, or other health-related diagnoses, care or
17	treatment within the scope of their professional license:
18	(i) A physician holding a current license to practice medicine pursuant to chapter 37 of
19	title 5;
20	(ii) A certified registered nurse practitioner licensed pursuant to chapter 34 of title 5;
21	(iii) A physician assistant licensed pursuant to chapter 54 of title 5;
22	(iv) A dentist licensed pursuant to chapter 31.1 of title 5;
23	(v) An optometrist licensed pursuant to chapter 35 of title 5;
24	(vi) A pharmacist licensed pursuant to chapter 19.1 of title 5;
25	(vii) A nurse – midwife licensed pursuant to chapter 13 of title 23; and
26	(viii) A psychiatric and mental health clinical nurse specialist licensed pursuant to chapter
27	<u>34 of title 5.</u>
28	(5) "Pharmacy" means that portion or part of a premises where prescriptions are
29	compounded and dispensed including that portion utilized for the storage of prescription or
30	legend drugs.
31	(6) "Prescription drug" means a drug that may be dispensed only upon prescription by a
32	healthcare prescriber authorized by his or her licensing authority and as defined in chapter 5-19.1.
33	(7) "Unit-dose container" is one that is designed to hold a quantity of a drug intended for
34	use as a single dose and used promptly after the container is opened. The immediate container,

1 and/or the outer container or protective packaging shall be designed to show evidence of any 2 tampering with the contents. Each individual container shall be fully identifiable containing a 3 single dose of a single entity and shall protect the integrity of the dosage form. Labeling shall be 4 in accordance with USP standards compendia and federal and state law and shall include the 5 identity, quantity, and strength of the product, name of the manufacturer, and lot number and expiration date of the article. 6 7 (8) "Wholesaler" means a person who buys drugs or devices for resale and distribution to 8 corporations, individuals, or entities other than consumers. 9 23-25.5-4. Program established. -- (a) The department of health and the board of 10 pharmacy shall jointly develop and implement a program consistent with public health and safety 11 through which unused prescription drugs, other than prescription drugs defined as controlled 12 substances in section 21-28-1.02, may be accepted by wholesalers or pharmacies, from which 13 they were purchased, for return from long-term health care facilities, assisted living residences, 14 residential care facilities, community health organizations and state correctional facilities that 15 centrally store prescription drugs and are licensed at the M1 licensure level by the department of 16 health. 17 (b) The program shall permit the wholesaler or pharmacy to which such medication is 18 returned to repackage, restock, and redistribute such medication. 19 (c) The program shall include the following prescription drugs if returned within forty-20 five (45) days of dispensing: 21 (1) Unopened sections of blister pack prescription medication, with seal intact. 22 (2) Unopened unit-dose containers of liquids with the safety seal intact. 23 (3) Unopened unit-dose containers of powders for oral solution with safety seal intact. 24 (4) Unused injectables, with safety seal intact. (d) The unused prescription drug shall not be repackaged or redispensed if: 25 26 (1) The prescription drug is expired or beyond use date; 27 (2) The pharmacist accepting or redispensing the drug, in his or her judgment has reason 28 to believe that the prescription drug is adulterated, mislabeled, or has been improperly stored; and 29 (3) The prescription drug is defined as controlled substances in section 21-28-1.02. 30 (e) The wholesaler or pharmacy shall be required to reimburse or credit the purchaser for 31 any such returned prescription drugs at original invoice price plus a restocking fee not to exceed 32 five dollars (\$5.00). 33 (f) The department and the board of pharmacy shall promulgate rules and regulations

necessary to implement the program established pursuant to this chapter within one hundred

- 1 eighty days (180) of passage of this act.
- 2 SECTION 3. This act shall take effect upon passage.

LC01012

EXPLANATION

BY THE LEGISLATIVE COUNCIL

OF

AN ACT

RELATING TO HEALTH AND SAFETY - THE RETURN OR EXCHANGE OF DRUGS ACT

1 This act would repeal "The Utilization of Unused Prescription Drugs Act" and would 2 establish a new program known as "The Return or Exchange of Drugs Act" which would allow 3 pharmacies to accept for return and redispensing certain prescription drugs.

4

This act would take effect upon passage.

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