LEGISLATURE OF NEBRASKA

ONE HUNDRED THIRD LEGISLATURE

FIRST SESSION

LEGISLATIVE BILL 326

Introduced by Howard, 9; Gloor, 35.
Read first time January 17, 2013
Committee:

A BILL

1	FOR	AN	ACT	relating	to	phar	rmacist	cs;	to	amend	sect	ions	38-28	345,
2			:	38-2847,	71-2	444,	71-24	45,	71-	-2446,	71-2	447,	71-24	148,
3				71-2449,	and	71-	2452,	Re	issu	e Re	vised	Sta	tutes	of
4			I	Nebraska;	to	def	ine a	nd	rede	efine	terms	s; t	o cha	ange
5			1	provisions	of	the I	harmad	су Р	ract	ice Ad	ct and	the	Automa	ated
6			I	Medication	ı Sys	stems	Act;	to	pro	vide :	for re	egist	ration	of
7			:	long-term	cai	re a	automa	ted	ph	armaci	es;	to	harmor	nize
8			l	provisions	; an	d to	repeal	l th	e or	iginal	sect	ions.		
9	Be i	t er	nacte	d by the p	eopl	e of	the St	tate	of	Nebras	ska,			

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Section 1. Section 38-2845, Reissue Revised Statutes of

2 Nebraska, is amended to read: 3 38-2845 Supervision means the immediate personal guidance 4 and direction by the a licensed pharmacist on duty in the facility of 5 the performance by a pharmacy technician of authorized activities or 6 functions subject to verification by such pharmacist. Supervision of 7 a pharmacy technician may occur by means of a real-time auditory and 8 video communication system. , except that when a pharmacy technician 9 performs authorized activities or functions to assist a pharmacist on 10 duty in the facility when the prescribed drugs or devices will be 11 administered by a licensed staff member or consultant or by a 12 licensed physician assistant to persons who are patients or residents 13 of a facility, the activities or functions of such pharmacy 14 technician shall only be subject to verification by a pharmacist on 15 duty in the facility. 16 Sec. 2. Section 38-2847, Reissue Revised Statutes of Nebraska, is amended to read: 17 38-2847 Verification means 18 the confirmation by a 19 supervising pharmacist of the accuracy and completeness of the acts, 20

tasks, or functions undertaken by a pharmacy technician to assist the pharmacist in the practice of pharmacy. Verification may occur by means of a computer system with a real-time online data base and a real-time auditory and video communication system of sufficient quality and resolution for the pharmacist to identify the markings and wording that appear on the medication and package labels being

- 1 <u>verified</u>.
- 2 Sec. 3. Section 71-2444, Reissue Revised Statutes of
- 3 Nebraska, is amended to read:
- 4 71-2444 Sections 71-2444 to 71-2452 and section 9 of this
- 5 act shall be known and may be cited as the Automated Medication
- 6 Systems Act.
- 7 Sec. 4. Section 71-2445, Reissue Revised Statutes of
- 8 Nebraska, is amended to read:
- 9 71-2445 For purposes of the Automated Medication Systems
- 10 Act:
- 11 (1) Automated medication distribution machine means a
- 12 type of automated medication system that stores medication to be
- 13 administered to a patient by a person credentialed under the Uniform
- 14 Credentialing Act;
- 15 (2) Automated medication system means a mechanical system
- 16 that performs operations or activities, other than compounding,
- 17 administration, or other technologies, relative to storage and
- 18 packaging for dispensing or distribution of medications and that
- 19 collects, controls, and maintains all transaction information and
- 20 includes, but is not limited to, a prescription medication
- 21 distribution machine or an automated medication distribution machine.
- 22 An automated medication system may only be used in conjunction with
- 23 the provision of pharmacist care;
- 24 (3) Chart order means an order for a drug or device
- 25 issued by a practitioner for a patient who is in the hospital where

1 the chart is stored or for a patient receiving detoxification

- 2 treatment or maintenance treatment pursuant to section 28-412. Chart
- 3 order does not include a prescription;
- 4 (4) Hospital has the definition found in section 71-419;
- 5 (5) Long-term care automated pharmacy means a designated
- 6 area in a long-term care facility where an automated medication
- 7 system is located, that stores medications for dispensing or
- 8 administration pursuant to a medical order to residents in such long-
- 9 term care facility, that is installed and operated by a pharmacy
- 10 <u>licensed under the Health Care Facility Licensure Act, and that is</u>
- 11 registered under section 9 of this act;
- 12 (5) (6) Long-term care facility means an intermediate
- 13 care facility, an intermediate care facility for the mentally
- 14 retarded, a long-term care hospital, a mental health center, a
- 15 nursing facility, or a skilled nursing facility, as such terms are
- 16 defined in the Health Care Facility Licensure Act;
- 17 $\frac{(6)}{(7)}$ Medical order means a prescription, a chart
- 18 order, or an order for pharmaceutical care issued by a practitioner;
- 19 $\frac{(7)-(8)}{(7)}$ Pharmacist means any person who is licensed by
- 20 the State of Nebraska to practice pharmacy;
- 21 $\frac{(8)-(9)}{}$ Pharmacist care means the provision by a
- 22 pharmacist of medication therapy management, with or without the
- 23 dispensing of drugs or devices, intended to achieve outcomes related
- 24 to the cure or prevention of a disease, elimination or reduction of a
- 25 patient's symptoms, or arresting or slowing of a disease process;

1 $\frac{(9)-(10)}{(10)}$ Pharmacist remote order entry means entering an

- 2 order into a computer system or drug utilization review by a
- 3 pharmacist licensed to practice pharmacy in the State of Nebraska and
- 4 located within the United States, pursuant to medical orders in a
- 5 hospital, long-term care facility, or pharmacy licensed under the
- 6 Health Care Facility Licensure Act;
- 7 $\frac{(10)}{(11)}$ Practice of pharmacy means (a) the
- 8 interpretation, evaluation, and implementation of a medical order,
- 9 (b) the dispensing of drugs and devices, (c) drug product selection,
- 10 (d) the administration of drugs or devices, (e) drug utilization
- 11 review, (f) patient counseling, (g) the provision of pharmaceutical
- 12 care, and (h) the responsibility for compounding and labeling of
- 13 dispensed or repackaged drugs and devices, proper and safe storage of
- 14 drugs and devices, and maintenance of proper records. The active
- 15 practice of pharmacy means the performance of the functions set out
- 16 in this subdivision by a pharmacist as his or her principal or
- 17 ordinary occupation;
- 18 (11)-(12) Practitioner means a certified registered nurse
- 19 anesthetist, a certified nurse midwife, a dentist, an optometrist, a
- 20 nurse practitioner, a physician assistant, a physician, a podiatrist,
- 21 or a veterinarian;
- (12) Prescription means an order for a drug or
- 23 device issued by a practitioner for a specific patient, for emergency
- 24 use, or for use in immunizations. Prescription does not include a
- 25 chart order;

1 $\frac{(13)-(14)}{(13)}$ Prescription medication distribution machine

- 2 means a type of automated medication system that packages, labels, or
- 3 counts medication in preparation for dispensing of medications by a
- 4 pharmacist pursuant to a prescription; and
- $\frac{(14)-(15)}{(15)}$ Telepharmacy means the provision of pharmacist
- 6 care, by a pharmacist located within the United States, using
- 7 telecommunications, remote order entry, or other automations and
- 8 technologies to deliver care to patients or their agents who are
- 9 located at sites other than where the pharmacist is located.
- 10 Sec. 5. Section 71-2446, Reissue Revised Statutes of
- 11 Nebraska, is amended to read:
- 12 71-2446 Any automated machine that dispenses, delivers,
- 13 or makes available, other than by administration, prescription
- 14 medication directly to a patient or caregiver without the provision
- of pharmacist care is prohibited.
- 16 Sec. 6. Section 71-2447, Reissue Revised Statutes of
- 17 Nebraska, is amended to read:
- 18 71-2447 Any hospital, long-term care facility, or
- 19 pharmacy that uses an automated medication system shall develop,
- 20 maintain, and comply with policies and procedures developed in
- 21 consultation with the pharmacist responsible for pharmacist care for
- 22 that hospital, long-term care facility, or pharmacy. At a minimum,
- 23 the policies and procedures shall address the following:
- 24 (1) The description and location within the hospital,
- 25 long-term care facility, or pharmacy of the automated medication

- 1 system or equipment being used;
- 2 (2) The name of the individual or individuals—pharmacist
- 3 responsible for implementation of and compliance with the policies
- 4 and procedures;
- 5 (3) Medication access and information access procedures;
- 6 (4) Security of inventory and confidentiality of records
- 7 in compliance with state and federal laws, rules, and regulations;
- 8 (5) A description of the process used by a pharmacist or
- 9 pharmacy technician for filling an automated medication system;
- 10 (5) A description of how and by whom the automated
- 11 medication system is being utilized, including processes for filling,
- 12 verifying, dispensing, and distributing medications;
- 13 (6) (7) Staff education and training;
- 14 (7) (8) Quality assurance and quality improvement
- 15 programs and processes;
- 16 (8) (9) Inoperability or emergency downtime procedures;
- 17 $\frac{(9)}{(10)}$ Periodic system maintenance; and
- 18 $\frac{(10)}{(11)}$ Medication security and controls.
- 19 Sec. 7. Section 71-2448, Reissue Revised Statutes of
- 20 Nebraska, is amended to read:
- 21 71-2448 A prescription medication distribution machine:
- 22 (1) Is subject to the requirements of section 71-2447
- 23 and, if it is a long-term care automated pharmacy, is subject to
- 24 <u>section 9 of this act;</u> and
- 25 (2) May be operated only (a) in a licensed pharmacy where

1 a pharmacist dispenses medications to patients for self-

- 2 administration pursuant to a prescription or (b) as a long-term care
- 3 <u>automated pharmacy subject to section 9 of this act</u>.
- 4 Sec. 8. Section 71-2449, Reissue Revised Statutes of
- 5 Nebraska, is amended to read:
- 6 71-2449 (1) An automated medication distribution machine:
- 7 (a) Is subject to the requirements of section 71-2447
- 8 and, if it is a long-term care automated pharmacy, is subject to
- 9 <u>section 9 of this act</u>; and
- 10 (b) May be operated in a hospital or long-term care
- 11 facility for medication administration pursuant to a chart order or
- 12 prescription by a licensed health care professional.
- 13 (2) Drugs placed in an automated medication distribution
- 14 machine shall be in the manufacturer's original packaging or in
- 15 containers repackaged in compliance with state and federal laws,
- 16 rules, and regulations relating to repackaging, labeling, and record
- 17 keeping.
- 18 (3) The inventory which is transferred to an automated
- 19 medication distribution machine in a hospital or long term care
- 20 facility—shall be excluded from the percent of total prescription
- 21 drug sales revenue described in section 71-7454.
- 22 Sec. 9. (1) In order for an automated medication system
- 23 to be operated in a long-term care facility, a pharmacist in charge
- 24 of a pharmacy licensed under the Health Care Facility Licensure Act
- 25 and located in Nebraska shall annually register the long-term care

- 1 <u>automated pharmacy</u>.
- 2 (2) The pharmacist in charge of a licensed pharmacy shall
- 3 <u>submit an application for registration or renewal of registration to</u>
- 4 the Division of Public Health of the Department of Health and Human
- 5 Services with a fee in the amount of twenty percent of the fee the
- 6 pharmacy pays for licensure or renewal, as appropriate. The
- 7 <u>application shall include:</u>
- 8 (a) The name and location of the licensed pharmacy;
- 9 (b) If controlled substances are stored in the automated
- 10 <u>medication system, the Drug Enforcement Administration registration</u>
- 11 numbers of the licensed pharmacy and of the long-term care automated
- 12 pharmacy;
- 13 <u>(c) The location of the long-term care automated</u>
- 14 pharmacy; and
- 15 (d) The name of the pharmacist in charge of the licensed
- 16 pharmacy.
- 17 (3) As part of the application process, the division
- 18 shall conduct an inspection by a pharmacy inspector as provided in
- 19 section 38-28,101 of the long-term care automated pharmacy. The
- 20 division shall also conduct inspections of the operation of the long-
- 21 <u>term care automated pharmacy as necessary.</u>
- 22 (4) The division, with the recommendation of the Board of
- 23 Pharmacy, may register a long-term care automated pharmacy which
- 24 meets the registration requirements of the Automated Medication
- 25 Systems Act.

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1 (5) A licensed pharmacy shall apply for a separate

- 2 registration for each location at which it operates one or more long-
- 3 term care automated pharmacies. The licensed pharmacy shall be the
- 4 provider pharmacy for the long-term care automated pharmacy.
- 5 (6) The pharmacist in charge of a long-term care
- 6 automated pharmacy shall:
- 7 (a) Identify a pharmacist responsible for the operation,
- 8 supervision, policies, and procedures of the long-term care automated
- 9 pharmacy;
- 10 (b) Implement the policies and procedures developed to
- 11 comply with section 71-2447;
- 12 (c) Assure compliance with the drug storage and record-
- 13 <u>keeping requirements of the Pharmacy Practice Act;</u>
- 14 (d) Assure compliance with the labeling requirements of
- 15 <u>subsection (8) of this section;</u>
- 16 (e) Develop and implement policies for review and
- 17 verification of drugs and medical orders by a pharmacist prior to the
- 18 release of the drugs by the automated medication system and
- 19 <u>administration to a patient;</u>
- 20 <u>(f) Develop and implement policies for inventory,</u>
- 21 security, and accountability for controlled substances; and
- 22 (q) Assure that controlled substances are dispensed and
- 23 <u>labeled as required by the Uniform Controlled Substances Act and the</u>
- 24 rules and regulations adopted and promulgated under the act.
- 25 (7) Supervision by a pharmacist is sufficient for

1 compliance with the requirement of subdivision (6)(a) of this section

- 2 if the licensed pharmacy contracts with or employs a pharmacist to
- 3 verify drugs upon the filling of the automated medication system or
- 4 prior to being administered to a patient.
- 5 (8) If the long-term care automated pharmacy has a drug
- 6 packaged for administration to an ultimate user who is a resident of
- 7 the long-term care facility, the package label shall contain:
- 8 (a) The name and address of the provider pharmacy;
- 9 <u>(b) The prescription number;</u>
- 10 (c) The name, strength, and dosage form of the drug;
- 11 (d) The name of the patient; and
- 12 (e) The name of the practitioner who prescribed the drug.
- 13 (9) The inventory which is transferred to a long-term
- 14 care automated pharmacy shall be excluded from the percent of total
- 15 prescription drug sales revenue described in section 71-7454.
- 16 Sec. 10. Section 71-2452, Reissue Revised Statutes of
- 17 Nebraska, is amended to read:
- 18 71-2452 Any person who violates the Automated Medication
- 19 Systems Act may be subject to disciplinary action by the Division of
- 20 Public Health of the Department of Health and Human Services under
- 21 the Health Care Facility Licensure Act, the Uniform Licensing Law, or
- 22 the Uniform Credentialing Act.
- 23 Sec. 11. Original sections 38-2845, 38-2847, 71-2444,
- 24 71-2445, 71-2446, 71-2447, 71-2448, 71-2449, and 71-2452, Reissue
- 25 Revised Statutes of Nebraska, are repealed.