ENGROSSED SUBSTITUTE HOUSE BILL 2458

AS AMENDED BY THE SENATE

Passed Legislature - 2016 Regular Session

State of Washington 64th Legislature 2016 Regular Session

By House Health Care & Wellness (originally sponsored by Representatives Parker, Cody, Riccelli, Holy, and Tharinger)

READ FIRST TIME 02/02/16.

- 1 AN ACT Relating to participation in the prescription drug
- 2 donation program; amending RCW 69.70.010, 69.70.020, 69.70.040,
- 3 69.70.050, 69.70.060, and 69.70.070; creating a new section; and
- 4 providing an effective date.
- 5 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF WASHINGTON:
- 6 **Sec. 1.** RCW 69.70.010 and 2013 c 260 s 1 are each amended to read as follows:
- 8 The definitions in this section apply throughout this chapter 9 unless the context clearly requires otherwise.
- 10 (1) "Department" means the department of health.
- 11 (2) "Drug manufacturer" means a facility licensed by the ((board
- 12 of)) pharmacy quality assurance commission under chapter 18.64 RCW
- 13 that engages in the manufacture of drugs or devices.
- 14 (3) "Drug wholesaler" means a facility licensed by the ((board
- 15 of)) pharmacy quality assurance commission under chapter 18.64 RCW
- 16 that buys drugs or devices for resale and distribution to
- 17 corporations, individuals, or entities other than consumers.
- 18 (4) "Medical facility" means a hospital, pharmacy, nursing home,
- 19 boarding home, adult family home, or medical clinic where the
- 20 prescription drugs are under the control of a practitioner.

- 1 (5) "Person" means an individual, corporation, business trust, 2 estate, trust, partnership, association, joint venture, government, 3 governmental subdivision or agency, or any other legal or commercial 4 entity.
- 5 (6) "Pharmacist" means a person licensed by the ((board of))
 6 pharmacy <u>quality assurance commission</u> under chapter 18.64 RCW to
 7 practice pharmacy.
 - (7) "Pharmacy" means a facility licensed by the ((board of)) pharmacy <u>quality assurance commission</u> under chapter 18.64 RCW in which the practice of pharmacy is conducted.
 - (8) "Practitioner" has the same meaning as in RCW 69.41.010.
- 12 (9) "Prescribing practitioner" means a person authorized to issue 13 orders or prescriptions for legend drugs as listed in RCW 69.41.030.
 - (10) "Prescription drugs" has the same meaning as "legend drugs" as defined in RCW 69.41.010. The term includes cancer drugs and antirejection drugs. The term does not include controlled substances.
 - (11) "Supplies" means the supplies necessary to administer prescription drugs that are donated under the prescription drug redistribution program.
 - (12) "Time temperature indicator" means a device or smart label that shows the accumulated time-temperature history of a product by providing a nonreversible, accurate record of temperature exposure through the entire supply chain.
 - (13) "Uninsured" means a person who:

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- 25 (a) Does not have private or public health insurance; or
- 26 <u>(b) Has health insurance, but the health insurance does not</u> 27 provide coverage for a particular drug that has been prescribed to 28 <u>the person.</u>
- 29 **Sec. 2.** RCW 69.70.020 and 2013 c 260 s 2 are each amended to 30 read as follows:
- 31 (1) Any practitioner, pharmacist, medical facility, drug manufacturer, or drug wholesaler may donate prescription drugs and 32 supplies to a pharmacy for redistribution without compensation or the 33 individuals 34 expectation of compensation to who meet the prioritization criteria established in RCW 69.70.040. Donations of 35 prescription drugs and supplies may be made on the premises of a 36 37 pharmacy that elects to participate in the provisions of 38 chapter. A pharmacy that receives prescription drugs or supplies may distribute the prescription drugs or supplies to another pharmacy, 39

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- 1 pharmacist, or prescribing practitioner for use pursuant to the 2 program.
- 3 (2) The person to whom a prescription drug was prescribed, or the 4 person's representative, may donate prescription drugs under
- 5 <u>subsection (1) of this section if, as determined by the professional</u>
- 6 judgment of a pharmacist, the prescription drugs were stored under
- 7 required temperature conditions using the prescription drugs' time
- 8 temperature indicator information and the person, or the person's
- 9 representative, has completed and signed a donor form, adopted by the
- 10 <u>department</u>, to release the prescription drug for distribution under
- 11 this chapter and certifying that the donated prescription drug has
- 12 <u>never been opened, used, adulterated, or misbranded.</u>
- 13 **Sec. 3.** RCW 69.70.040 and 2013 c 260 s 4 are each amended to 14 read as follows:
- Pharmacies, pharmacists, and prescribing practitioners that elect to dispense donated prescription drugs and supplies under this
- 17 chapter shall give priority to individuals who are uninsured ((and at
- 18 or below two hundred percent of the federal poverty level)). If an
- 19 uninsured ((and low-income)) individual has not been identified as in
- 20 need of available prescription drugs and supplies, those prescription
- 21 drugs and supplies may be dispensed to other individuals expressing
- 22 need.

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- 23 **Sec. 4.** RCW 69.70.050 and 2013 c 260 s 5 are each amended to 24 read as follows:
- 25 (1) Prescription drugs or supplies may be accepted and dispensed 26 under this chapter if all of the following conditions are met:
 - (a) The prescription drug is in:
 - (i) Its original sealed and tamper evident packaging; or
- 29 (ii) An opened package if it contains single unit doses that 30 remain intact;
- 31 (b) The prescription drug bears an expiration date that is more 32 than six months after the date the prescription drug was donated;
- 33 (c) The prescription drug or supplies are inspected before the 34 prescription drug or supplies are dispensed by a pharmacist employed 35 by or under contract with the pharmacy, and the pharmacist determines 36 that the prescription drug or supplies are not adulterated or 37 misbranded;

1 (d) The prescription drug or supplies are prescribed by a 2 practitioner for use by an eligible individual and are dispensed by a 3 pharmacist; and

- (e) Any other safety precautions established by the department have been satisfied.
- (2)(a) If a person who donates prescription drugs or supplies to a pharmacy under this chapter receives a notice that the donated prescription drugs or supplies have been recalled, the person shall notify the pharmacy of the recall.
- (b) If a pharmacy that receives and distributes donated prescription drugs to another pharmacy, pharmacist, or prescribing practitioner under this chapter receives notice that the donated prescription drugs or supplies have been recalled, the pharmacy shall notify the other pharmacy, pharmacist, or prescribing practitioner of the recall.
- (c) If a person collecting or distributing donated prescription drugs or supplies under this chapter receives a recall notice from the drug manufacturer or the federal food and drug administration for donated prescription drugs or supplies, the person shall immediately remove all recalled medications from stock and comply with the instructions in the recall notice.
- 22 (3) Prescription drugs and supplies donated under this chapter 23 may not be resold.
 - (4) Prescription drugs and supplies dispensed under this chapter shall not be eligible for reimbursement of the prescription drug or any related dispensing fees by any public or private health care payer.
 - (5) A prescription drug that can only be dispensed to a patient registered with the manufacturer of that drug, in accordance with the requirements established by the federal food and drug administration, may not be ((accepted or)) distributed under the program, unless the patient receiving the prescription drug is registered with the manufacturer at the time the drug is dispensed and the amount dispensed does not exceed the duration of the registration period.
- **Sec. 5.** RCW 69.70.060 and 2013 c 260 s 6 are each amended to 36 read as follows:
- (((1) The department must adopt rules establishing forms and procedures to: Reasonably verify eligibility and prioritize patients seeking to receive donated prescription drugs and supplies; and

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- inform a person receiving prescription drugs donated under this
 program that the prescription drugs have been donated for the
 purposes of redistribution. A patient's eligibility may be determined
 by a form signed by the patient certifying that the patient is
 uninsured and at or below two hundred percent of the federal poverty
 level.
- 7 (2) The department may establish any other rules necessary to 8 implement this chapter.)) The department shall develop a form for 9 persons to use when releasing prescription drugs for distribution and 10 certifying the condition of the drugs, as provided in RCW 11 69.70.020(2).
- **Sec. 6.** RCW 69.70.070 and 2013 c 260 s 7 are each amended to 13 read as follows:

- (1) A drug manufacturer acting in good faith may not, in the absence of a finding of gross negligence, be subject to criminal prosecution or liability in tort or other civil action, for injury, death, or loss to person or property for matters relating to the donation, acceptance, or dispensing of ((a)) any drug manufactured by the drug manufacturer that is donated by any person under the program including, but not limited to ((a)):
- 21 <u>(a) Liability</u> for failure to transfer or communicate product or 22 consumer information or the expiration date of the donated 23 prescription drug; and
 - (b) Liability related to prescription drugs that can only be dispensed to a patient registered with the manufacturer of that drug, in accordance with the requirements established by the federal food and drug administration.
 - (2) Any person or entity, other than a drug manufacturer subject to subsection (1) of this section, acting in good faith in donating, accepting, or distributing prescription drugs under this chapter is immune from criminal prosecution, professional discipline, or civil liability of any kind for any injury, death, or loss to any person or property relating to such activities other than acts or omissions constituting gross negligence or willful or wanton misconduct.
 - (3) The immunity provided under subsection (1) of this section does not absolve a drug manufacturer of a criminal or civil liability that would have existed but for the donation, nor does such donation increase the liability of the drug manufacturer in such an action.

- 1 <u>NEW SECTION.</u> **Sec. 7.** This act may be known and cited as the
- 2 cancer can't charitable pharmacy act.
- 3 <u>NEW SECTION.</u> **Sec. 8.** This act takes effect January 1, 2017.

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