LEGISLATURE OF NEBRASKA

ONE HUNDRED FIRST LEGISLATURE

SECOND SESSION

LEGISLATIVE BILL 930

Introduced by Gloor, 35.

Read first time January 13, 2010

Committee: Health and Human Services

A BILL

| 1 | FOR | AN | ACT r | elating | to | the | Pharmacy | Practice | Act; | to a | mend |
|---|----------|----|-------|----------|-------|-------|------------|-------------|---------|-------|-------|
| 2 | | | secti | ons 38-2 | 2841 | and | 71-7447, | Reissue P | Revised | Stat | tutes |
| 3 | | | of Ne | braska, | and | sect | ions 38-28 | 326, 38-285 | 50, 38- | 2867, | and |
| 4 | | | 38-28 | 69, Revi | ised | Stat | utes Supp | lement, 20 | 09; to | rede | efine |
| 5 | | | terms | ; to ch | ange | prov | isions re | lating to | the pr | actic | e of: |
| 6 | | | pharm | acy and | pati | ent c | ounseling | ; to harmon | nize pr | ovisi | ions; |
| 7 | | | and t | o repeal | l the | e ori | ginal sect | tions. | | | |
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Section 1. Section 38-2826, Revised Statutes Supplement,

- 2 2009, is amended to read:
- 3 38-2826 Labeling means the process of preparing and
- 4 affixing a label to any drug container or device container,
- 5 exclusive of the labeling by a manufacturer, packer, packager,
- 6 or distributor of a nonprescription drug or commercially packaged
- 7 legend drug or device. Any such label shall include all information
- 8 required by federal and state law or regulation. Compliance with
- 9 labeling requirements under federal law for devices described in
- 10 subsection (2) of section 38-2841, medical gases, and medical gas
- 11 devices constitutes compliance with state law and regulations for
- 12 purposes of this section.
- Sec. 2. Section 38-2841, Reissue Revised Statutes of
- 14 Nebraska, is amended to read:
- 15 38-2841 (1) Prescription drug or device or legend drug or
- 16 device means:
- 17 (1) (a) A drug or device which is required under federal
- 18 law to be labeled with one of the following statements prior to
- 19 being dispensed or delivered:
- 20 (a) (i) Caution: Federal law prohibits dispensing without
- 21 prescription;
- 22 (b) (ii) Caution: Federal law restricts this drug to use
- 23 by or on the order of a licensed veterinarian; or
- 24 (c) (iii) "Rx Only"; or
- 25 (2) (b) A drug or device which is required by any

1 applicable federal or state law to be dispensed pursuant only to

- 2 a prescription or chart order or which is restricted to use by
- 3 practitioners only.
- 4 (2) Prescription drug or device or legend drug or device
- 5 does not include a type of device, including supplies and device
- 6 components, which carries the federal Food and Drug Administration
- 7 legend "Caution: federal law restricts this device to sale by or on
- 8 the order of a licensed health care practitioner" or an alternative
- 9 legend approved by the federal Food and Drug Administration which
- 10 it recognizes, in published guidance, as conveying essentially the
- 11 <u>same message.</u>
- 12 Sec. 3. Section 38-2850, Revised Statutes Supplement,
- 13 2009, is amended to read:
- 14 38-2850 As authorized by the Uniform Credentialing Act,
- 15 the practice of pharmacy may be engaged in by a pharmacist, a
- 16 pharmacist intern, or a practitioner with a pharmacy license. The
- 17 practice of pharmacy shall not be construed to include:
- 18 (1) Persons who sell, offer, or expose for sale
- 19 completely denatured alcohol or concentrated lye, insecticides, and
- 20 fungicides in original packages;
- 21 (2) Practitioners, other than veterinarians, certified
- 22 nurse midwives, certified registered nurse anesthetists, and nurse
- 23 practitioners, who dispense drugs or devices as an incident to
- 24 the practice of their profession, except that if such practitioner
- 25 regularly engages in dispensing such drugs or devices to his or

1 her patients for which such patients are charged, such practitioner

- 2 shall obtain a pharmacy license;
- 3 (3) Persons who sell, offer, or expose for sale
- 4 nonprescription drugs or proprietary medicines, the sale of which
- 5 is not in itself a violation of the Nebraska Liquor Control Act;
- 6 (4) Medical representatives, detail persons, or persons
- 7 known by some name of like import, but only to the extent of
- 8 permitting the relating of pharmaceutical information to health
- 9 care professionals;
- 10 (5) Licensed veterinarians practicing within the scope of
- 11 their profession;
- 12 (6) Certified nurse midwives, certified registered
- 13 nurse anesthetists, and nurse practitioners who dispense sample
- 14 medications which are provided by the manufacturer and are
- 15 dispensed at no charge to the patient;
- 16 (7) Hospitals engaged in the compounding and dispensing
- 17 of drugs and devices pursuant to chart orders for persons
- 18 registered as patients and within the confines of the hospital,
- 19 except that if a hospital engages in such compounding and
- 20 dispensing for persons not registered as patients and within
- 21 the confines of the hospital, such hospital shall obtain a pharmacy
- 22 license or delegated dispensing permit;
- 23 (8) Optometrists who prescribe or dispense eyeglasses or
- 24 contact lenses to their own patients;
- 25 (9) Registered nurses employed by a hospital who

1 administer pursuant to a chart order, or procure for such

- 2 purpose, single doses of drugs or devices from original drug or
- 3 device containers or properly labeled prepackaged drug or device
- 4 containers to persons registered as patients and within the
- 5 confines of the hospital;
- 6 (10) Persons employed by a facility where dispensed drugs
- 7 and devices are delivered from a pharmacy for pickup by a patient
- 8 or caregiver and no dispensing or storage of drugs or devices
- 9 occurs;
- 10 (11) Persons who sell or purchase medical products,
- 11 compounds, vaccines, or serums used in the prevention or cure of
- 12 animal diseases and maintenance of animal health if such medical
- 13 products, compounds, vaccines, or serums are not sold or purchased
- 14 under a direct, specific, written medical order of a licensed
- 15 veterinarian; and
- 16 (12) A pharmacy or a person accredited by an accrediting
- 17 body which or who, pursuant to a medical order, (a) administers,
- 18 dispenses, or distributes medical gas or medical gas devices to
- 19 patients or ultimate users or (b) purchases or receives medical
- 20 gas or medical gas devices for administration, dispensing, or
- 21 distribution to patients or ultimate users; and.
- 22 (13) A business or a person accredited by an accrediting
- 23 body which or who, pursuant to a medical order, (a) sells,
- 24 <u>delivers</u>, or <u>distributes devices described in subsection (2) of</u>
- 25 section 38-2841 to patients or ultimate users or (b) purchases or

1 receives such devices with intent to sell, deliver, or distribute

- 2 to patients or ultimate users.
- 3 Sec. 4. Section 38-2867, Revised Statutes Supplement,
- 4 2009, is amended to read:
- 5 38-2867 (1) Except as provided for pharmacy technicians
- 6 in sections 38-2890 to 38-2897, for persons described in
- 7 subdivision (12) or (13) of section 38-2850, and for individuals
- 8 authorized to dispense under a delegated dispensing permit, no
- 9 person other than a licensed pharmacist, a pharmacist intern, or a
- 10 practitioner with a pharmacy license shall provide pharmaceutical
- 11 care, compound and dispense drugs or devices, or dispense pursuant
- 12 to a medical order. Notwithstanding any other provision of law
- 13 to the contrary, a pharmacist or pharmacist intern may dispense
- 14 drugs or devices pursuant to a medical order of a practitioner
- 15 authorized to prescribe in another state if such practitioner could
- 16 be authorized to prescribe such drugs or devices in this state.
- 17 (2) Except as provided for pharmacy technicians in
- 18 sections 38-2890 to 38-2897, for persons described in subdivision
- 19 (12) or (13) of section 38-2850, and for individuals authorized to
- 20 dispense under a delegated dispensing permit, it shall be unlawful
- 21 for any person to permit or direct a person who is not a pharmacist
- 22 intern, a licensed pharmacist, or a practitioner with a pharmacy
- 23 license to provide pharmaceutical care, compound and dispense drugs
- 24 or devices, or dispense pursuant to a medical order.
- 25 (3) It shall be unlawful for any person to coerce

1 or attempt to coerce a pharmacist to enter into a delegated

- 2 dispensing agreement or to supervise any pharmacy technician for
- 3 any purpose or in any manner contrary to the professional judgment
- 4 of the pharmacist. Violation of this subsection by a health care
- 5 professional regulated pursuant to the Uniform Credentialing Act
- 6 shall be considered an act of unprofessional conduct. A violation
- 7 of this subsection by a facility shall be prima facie evidence
- 8 in an action against the license of the facility pursuant to the
- 9 Health Care Facility Licensure Act. Any pharmacist subjected to
- 10 coercion or attempted coercion pursuant to this subsection has a
- 11 cause of action against the person and may recover his or her
- 12 damages and reasonable attorney's fees.
- 13 (4) Violation of this section by an unlicensed person
- 14 shall be a Class III misdemeanor.
- 15 Sec. 5. Section 38-2869, Revised Statutes Supplement,
- 16 2009, is amended to read:
- 17 38-2869 (1)(a) Prior to the dispensing or the delivery
- 18 of a drug or device pursuant to a medical order to a patient
- 19 or caregiver, a pharmacist shall in all care settings conduct
- 20 a prospective drug utilization review. Such prospective drug
- 21 utilization review shall involve monitoring the patient-specific
- 22 medical history described in subdivision (b) of this subsection and
- 23 available to the pharmacist at the practice site for:
- 24 (i) Therapeutic duplication;
- 25 (ii) Drug-disease contraindications;

- 1 (iii) Drug-drug interactions;
- 2 (iv) Incorrect drug dosage or duration of drug treatment;
- 3 (v) Drug-allergy interactions; and
- 4 (vi) Clinical abuse or misuse.
- 5 (b) A pharmacist conducting a prospective drug
- 6 utilization review shall ensure that a reasonable effort is made
- 7 to obtain from the patient, his or her caregiver, or his or her
- 8 practitioner and to record and maintain records of the following
- 9 information to facilitate such review:
- 10 (i) The name, address, telephone number, date of birth,
- 11 and gender of the patient;
- 12 (ii) The patient's history of significant disease, known
- 13 allergies, and drug reactions and a comprehensive list of relevant
- 14 drugs and devices used by the patient; and
- 15 (iii) Any comments of the pharmacist relevant to the
- 16 patient's drug therapy.
- 17 (c) The assessment of data on drug use in any prospective
- 18 drug utilization review shall be based on predetermined standards,
- 19 approved by the board.
- 20 (2)(a) Prior to the dispensing or delivery of a drug or
- 21 device pursuant to a prescription, the pharmacist shall ensure that
- 22 a verbal offer to counsel the patient or caregiver is made. The
- 23 counseling of the patient or caregiver by the pharmacist shall be
- 24 on elements which, in the exercise of the pharmacist's professional
- 25 judgment, the pharmacist deems significant for the patient. Such

1 elements may include, but need not be limited to, the following:

- 2 (i) The name and description of the prescribed drug or
- 3 device;
- 4 (ii) The route of administration, dosage form, dose, and
- 5 duration of therapy;
- 6 (iii) Special directions and precautions for preparation,
- 7 administration, and use by the patient or caregiver;
- 8 (iv) Common side effects, adverse effects or
- 9 interactions, and therapeutic contraindications that may be
- 10 encountered, including avoidance, and the action required if such
- 11 effects, interactions, or contraindications occur;
- (v) Techniques for self-monitoring drug therapy;
- 13 (vi) Proper storage;
- 14 (vii) Prescription refill information; and
- 15 (viii) Action to be taken in the event of a missed dose.
- 16 (b) The patient counseling provided for in this
- 17 subsection shall be provided in person whenever practical or by the
- 18 utilization of telephone service which is available at no cost to
- 19 the patient or caregiver.
- 20 (c) Patient counseling shall be appropriate to the
- 21 individual patient and shall be provided to the patient or
- 22 caregiver.
- 23 (d) Written information may be provided to the patient or
- 24 caregiver to supplement the patient counseling provided for in this
- 25 subsection but shall not be used as a substitute for such patient

- 1 counseling.
- 2 (e) This subsection shall not be construed to require a
- 3 pharmacist to provide patient counseling when:
- 4 (i) The patient or caregiver refuses patient counseling;
- 5 (ii) The pharmacist, in his or her professional judgment,
- 6 determines that patient counseling may be detrimental to the
- 7 patient's care or to the relationship between the patient and his
- 8 or her practitioner;
- 9 (iii) The patient is a patient or resident of a health
- 10 care facility or health care service licensed under the Health Care
- 11 Facility Licensure Act to whom prescription drugs or devices are
- 12 administered by a licensed or certified staff member or consultant
- 13 or a certified physician's assistant;
- 14 (iv) The practitioner authorized to prescribe drugs or
- 15 devices specifies that there shall be no patient counseling unless
- 16 he or she is contacted prior to such patient counseling. The
- 17 prescribing practitioner shall specify such prohibition in an oral
- 18 prescription or in writing on the face of a written prescription,
- 19 including any prescription which is received by facsimile or
- 20 electronic transmission. The pharmacist shall note "Contact Before
- 21 Counseling" on the face of the prescription if such is communicated
- 22 orally by the prescribing practitioner; or
- (v) A medical gas or a medical gas device is
- 24 administered, dispensed, or distributed by a person described in
- 25 subdivision (12) of section 38-2850; or.

1 (vi) A device described in subsection (2) of section

- 2 38-2841 is sold, distributed, or delivered by a business or person
- 3 described in subdivision (13) of section 38-2850.
- 4 Sec. 6. Section 71-7447, Reissue Revised Statutes of
- 5 Nebraska, is amended to read:
- 6 71-7447 (1) No person or entity may act as a wholesale
- 7 drug distributor in this state without first obtaining a wholesale
- 8 drug distributor license from the department. The department shall
- 9 issue a license to any applicant that satisfies the requirements
- 10 for licensure under the Wholesale Drug Distributor Licensing Act.
- 11 Manufacturers are exempt from any licensing and other requirements
- 12 of the act to the extent not required by federal law or
- 13 regulation except for those requirements deemed necessary and
- 14 appropriate under rules and regulations adopted and promulgated by
- 15 the department.
- 16 (2) Wholesale medical gas distributors shall be exempt
- 17 from any licensing and other requirements of the Wholesale Drug
- 18 Distributor Licensing Act to the extent not required under federal
- 19 law but shall be licensed as wholesale drug distributors by the
- 20 department for the limited purpose of engaging in the wholesale
- 21 distribution of medical gases upon application to the department,
- 22 payment of a licensure fee, and inspection of the applicant's
- 23 facility by the department, except that the applicant may submit
- 24 and the department may accept an inspection accepted in another
- 25 state or an inspection conducted by a nationally recognized

1 accreditation program approved by the board. For purposes of

- 2 such licensure, wholesale medical gas distributors shall only be
- 3 required to provide information required under subdivisions (1)(a)
- 4 through (1)(c) of section 71-7448.
- 5 (3) The Wholesale Drug Distributor Licensing Act does not
- 6 apply to:
- 7 (a) An agent or employee of a licensed wholesale drug
- 8 distributor who possesses drug samples when such agent or employee
- 9 is acting in the usual course of his or her business or employment;
- 10 or
- 11 (b) Any person who (i) engages in a wholesale transaction
- 12 relating to the manufacture, distribution, sale, transfer, or
- 13 delivery of medical gases the gross dollar value of which does not
- 14 exceed five percent of the total retail sales of medical gases by
- 15 such person during the immediately preceding calendar year and (ii)
- 16 has either a pharmacy permit or license or a drug dispensing permit
- or <u>a delegated dispensing permit</u> or is exempt from the practice of
- 18 pharmacy under subsection (12) of section 38-2850.
- 19 Sec. 7. Original sections 38-2841 and 71-7447, Reissue
- 20 Revised Statutes of Nebraska, and sections 38-2826, 38-2850,
- 21 38-2867, and 38-2869, Revised Statutes Supplement, 2009, are
- 22 repealed.