By: Davis of Dallas H.B. No. 1008

## A BILL TO BE ENTITLED

1	AN ACT
2	relating to the establishment by the Department of State Health
3	Services of a program for the transfer of certain unused drugs to
4	public hospitals.
5	BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:
6	SECTION 1. Subchapter D, Chapter 1001, Health and Safety
7	Code, is amended by adding Section 1001.086 to read as follows:
8	Sec. 1001.086. UNUSED DRUGS TRANSFER PROGRAM. (a) To the

- 9 extent allowed by federal law, the department shall establish a program under which:
- (1) a hospital, a nursing facility, or another health
  facility may transfer to the department, or an entity designated by
  the department, unused drugs that the hospital, nursing facility,
  or health facility received reimbursement for the cost of under the
- 16 (2) the department, or the entity designated by the
  17 department, distributes to public hospitals the unused drugs
  18 transferred to the department or entity under Subdivision (1).
- (b) In operating the program established under Subsection
  (a), the department may not, under any circumstances, pay a
  hospital, a nursing facility, or a health facility for the unused
  drugs transferred to the department or an entity designated by the
  department.
- 24 (c) The executive commissioner may adopt any rules

Medicaid program; and

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- 1 necessary to implement the program in Subsection (a), including
- 2 rules that provide for:
- 3 (1) the types of unused drugs that may be transferred
- 4 to the department or an entity designated by the department;
- 5 (2) the procedures for transferring unused drugs to
- 6 the department or the entity designated by the department;
- 7 (3) the procedures for allocating and distributing the
- 8 unused drugs to public hospitals; and
- 9 (4) the qualifications for an entity to be designated
- 10 by the department to receive and distribute unused drugs under the
- 11 program, including demonstrated expertise in handling, storing,
- 12 and assessing prescription and nonprescription drugs and
- 13 coordinating with the state's public hospital system.
- 14 SECTION 2. As soon as practicable after the effective date
- 15 of this Act, the Department of State Health Services shall
- 16 establish the unused drugs transfer program as required under
- 17 Section 1001.086, Health and Safety Code, as added by this Act, and
- 18 the executive commissioner of the Health and Human Services
- 19 Commission shall adopt any rules necessary to implement the
- 20 program.
- 21 SECTION 3. If before implementing any provision of this Act
- 22 a state agency determines that a waiver or authorization from a
- 23 federal agency is necessary for implementation of that provision,
- 24 the agency affected by the provision shall request the waiver or
- 25 authorization and may delay implementing that provision until the
- 26 waiver or authorization is granted.
- 27 SECTION 4. This Act takes effect September 1, 2015.