By: Schwertner S.B. No. 460

## A BILL TO BE ENTITLED

1 AN ACT

- 2 relating to the licensing and regulation of pharmacists and 3 pharmacies.
- 4 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:
- 5 SECTION 1. Section 483.047, Health and Safety Code, is
- 6 amended by amending Subsection (a) and adding Subsections (b-1) and
- 7 (b-2) to read as follows:
- 8 (a) Except as authorized by <u>Subsections</u> [<del>Subsection</del>] (b)
- 9 and (b-1), a pharmacist commits an offense if the pharmacist
- 10 refills a prescription unless:
- 11 (1) the prescription contains an authorization by the
- 12 practitioner for the refilling of the prescription, and the
- 13 pharmacist refills the prescription in the manner provided by the
- 14 authorization; or
- 15 (2) at the time of refilling the prescription, the
- 16 pharmacist is authorized to do so by the practitioner who issued the
- 17 prescription.
- 18 (b-1) Notwithstanding Subsection (b), in the event of a
- 19 natural or manmade disaster, a pharmacist may dispense not more
- 20 than a 30-day supply of a dangerous drug without the authorization
- 21 of the prescribing practitioner if:
- 22 (1) failure to refill the prescription might result in
- 23 <u>an interruption of a therapeutic regimen or create patient</u>
- 24 suffering;

- 1 (2) the natural or manmade disaster prohibits the
- 2 pharmacist from being able to contact the practitioner;
- 3 (3) the governor has declared a state of disaster
- 4 under Chapter 418, Government Code; and
- 5 (4) the board, through the executive director, has
- 6 notified pharmacies in this state that pharmacists may dispense up
- 7 to a 30-day supply of a dangerous drug.
- 8 (b-2) The prescribing practitioner is not liable for an act
- 9 or omission by a pharmacist in dispensing a dangerous drug under
- 10 Subsection (b-1).
- SECTION 2. Section 555.002(a), Occupations Code, is amended
- 12 to read as follows:
- 13 (a) The board by rule shall establish methods by which
- 14 consumers and service recipients are notified of the name, mailing
- 15 address, and telephone number of the board for the purpose of
- 16 directing complaints to the board. The board may provide for that
- 17 notice:
- 18 (1) on each registration form, application, or written
- 19 contract for services of a person regulated by the board;
- 20 (2) on a sign prominently displayed in the place of
- 21 business of each person regulated by the board; [or]
- 22 (3) on an electronic messaging system in a font
- 23 specified by board rule prominently displayed in the place of
- 24 business of each person regulated by the board; or
- 25 (4) in a bill for service provided by a person
- 26 regulated by the board.
- 27 SECTION 3. Section 556.051, Occupations Code, is amended to

- 1 read as follows:
- 2 Sec. 556.051. AUTHORIZATION TO ENTER AND INSPECT. The
- 3 board or a representative of the board may enter and inspect a
- 4 facility relative to the following:
- 5 (1) drug storage and security;
- 6 (2) equipment;
- 7 (3) components used in compounding, finished and
- 8 unfinished products, containers, and labeling of any item;
- 9 (4) sanitary conditions; [<del>or</del>]
- 10 (5) records, reports, or other documents required to
- 11 be kept or made under this subtitle, Chapter 481 or 483, Health and
- 12 Safety Code, or the Comprehensive Drug Abuse Prevention and Control
- 13 Act of 1970 (21 U.S.C. Section 801 et seq.) or rules adopted under
- 14 one of those laws; or
- 15 (6) financial records relating to the operation of the
- 16 facility.
- 17 SECTION 4. Section 556.054, Occupations Code, is amended to
- 18 read as follows:
- 19 Sec. 556.054. CONFIDENTIALITY OF CERTAIN INFORMATION
- 20 [LIMITATION ON INSPECTION]. The following information obtained by
- 21 the board during an inspection of a facility is confidential and not
- 22 subject to disclosure under Chapter 552, Government Code [Unless
- 23 the owner, pharmacist, or agent in charge of a facility consents in
- 24 writing, an inspection of the facility authorized by this chapter
- 25 may not extend to]:
- 26 (1) financial data;
- 27 (2) sales data, other than shipment data; and [<del>or</del>]

- 1 (3) pricing data.
- 2 SECTION 5. Subchapter B, Chapter 556, Occupations Code, is
- 3 amended by adding Section 556.057 to read as follows:
- 4 Sec. 556.057. INSPECTION OF PHARMACIST RECORDS.
- 5 pharmacist shall provide to the board, on request, records of the
- 6 pharmacist's practice that occurs outside of a pharmacy. The
- 7 pharmacist shall provide the records at a time specified by board
- 8 rule.
- 9 SECTION 6. Sections 558.055(a) and (b), Occupations Code,
- 10 are amended to read as follows:
- 11 (a) An applicant who on the applicant's first attempt fails
- 12 the examination may take the examination four [two] additional
- 13 times.
- 14 (b) Before an applicant who has failed the examination five
- 15 [three] times is allowed to retake the examination, the applicant
- 16 must provide documentation from a college of pharmacy that the
- 17 applicant has successfully completed additional college course
- 18 work in each examination subject area the applicant failed.
- SECTION 7. Section 560.052(b), Occupations Code, is amended
- 20 to read as follows:
- 21 (b) To qualify for a pharmacy license, an applicant must
- 22 submit to the board:
- 23 (1) a license fee set by the board, except as provided
- 24 by Subsection (d); and
- 25 (2) a completed application that:
- 26 (A) is on a form prescribed by the board;
- 27 (B) is given under oath;

S.B. No. 460

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                     (C) includes proof that:
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                                  pharmacy license
                                                       held
                          (i)
                               a
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   applicant in this state or another state, if applicable, has not
   been restricted, suspended, revoked, or surrendered for any reason;
4
5
   and
6
                          (ii) no owner of the pharmacy for which the
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   application is made has held a pharmacist license in this state or
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    another state, if applicable, that has been restricted, suspended,
   revoked, or surrendered for any reason; and
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10
                     (D)
                         includes a statement of:
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                          (i) the ownership;
12
                          (ii) the location of the pharmacy;
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                          (iii) the license number of each pharmacist
   who is employed by the pharmacy, if the pharmacy is located in this
14
   state, or who is licensed to practice pharmacy in this state, if the
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   pharmacy is located in another state;
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17
                          (iv) the pharmacist license number of the
   pharmacist-in-charge; and
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19
                          (v)
                               any
                                     other
                                             information
                                                           the
                                                                 board
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   determines necessary.
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          SECTION 8. Section 561.003(e), Occupations Code, is amended
   to read as follows:
2.2
              If a pharmacy's license has been expired for 91 days
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    [one year] or more, the pharmacy may not renew the license.
                                                                   The
   pharmacy may obtain a new license by complying with
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                                                                   the
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   requirements and procedures for obtaining an original license.
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SECTION 9. Sections 562.056(a) and (a-1), Occupations Code,

- 1 are amended to read as follows:
- 2 (a) Before dispensing a prescription, a pharmacist shall
- 3 determine, in the exercise of sound professional judgment, that the
- 4 prescription is a valid prescription. A pharmacist may not
- 5 dispense a prescription drug if the pharmacist knows or should know
- 6 that the prescription was issued [on the basis of an Internet-based
- 7 or telephonic consultation] without a valid practitioner-patient
- 8 relationship as provided by Texas Medical Board rule.
- 9 (a-1) To be a valid prescription, a prescription [for a
- 10 controlled substance] must be issued for a legitimate medical
- 11 purpose by a practitioner acting in the usual course of the
- 12 practitioner's professional practice. The responsibility for the
- 13 proper prescribing and dispensing of prescription drugs
- 14 [controlled substances] is on the prescribing practitioner, but a
- 15 corresponding responsibility rests with the pharmacist who fills
- 16 the prescription.
- 17 SECTION 10. Section 562.106, Occupations Code, is amended
- 18 by amending Subsection (a) and adding Subsection (a-1) to read as
- 19 follows:
- 20 (a) A pharmacy shall report in writing to the board not
- 21 later than the 10th day after the date of:
- 22 (1) a permanent closing of the pharmacy;
- 23 (2) a change of ownership of the pharmacy;
- 24 (3) [a change of location of the pharmacy;
- $[\frac{(4)}{a}]$  a change of the person designated as the
- 26 pharmacist-in-charge of the pharmacy;
- (4)  $\left[\frac{(5)}{(5)}\right]$  a sale or transfer of any controlled

- 1 substance or dangerous drug as a result of the permanent closing or
- 2 change of ownership of the pharmacy;
- (5) (6) any matter or occurrence that the board
- 4 requires by rule to be reported;
- 5 (6)  $\left[\frac{(7)}{(7)}\right]$  as determined by the board, an out-of-state
- 6 purchase of any controlled substance;
- 7  $\underline{(7)}$  [ $\frac{(8)}{(8)}$ ] a final order against the pharmacy license
- 8 holder by the regulatory or licensing agency of the state in which
- 9 the pharmacy is located if the pharmacy is located in another state;
- 10 or
- (8)  $[\frac{(9)}{}]$  a final order against a pharmacist who is
- 12 designated as the pharmacist-in-charge of the pharmacy by the
- 13 regulatory or licensing agency of the state in which the pharmacy is
- 14 located if the pharmacy is located in another state.
- 15 (a-1) A pharmacy shall report in writing to the board not
- 16 later than the 30th day before the date of a change of location of
- 17 the pharmacy.
- 18 SECTION 11. Subchapter A, Chapter 565, Occupations Code, is
- 19 amended by adding Section 565.004 to read as follows:
- Sec. 565.004. FAILURE OF PHARMACY LICENSE HOLDER TO ENGAGE
- 21 IN LICENSED ACTIVITY. The board may revoke a pharmacy license if
- 22 the license holder:
- (1) does not, on or before the 180th day after the date
- 24 the license is issued, begin to engage in an activity for which the
- 25 license is required; or
- 26 (2) ceases to engage in all activities for which the
- 27 license is required for a period of 30 days or more.

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S.B. No. 460
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         SECTION 12. Section 565.060(d), Occupations Code,
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   amended to read as follows:
              If a license holder complies with and successfully
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   completes the terms of a remedial plan, the board shall remove all
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   records of the remedial plan from the board's records at the end of
   the state fiscal year in which [on] the fifth anniversary of the
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   date the board issued the terms of the remedial plan occurs.
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         SECTION 13. Section 565.061(a), Occupations
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                                                           Code,
                                                                   is
   amended to read as follows:
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          (a) Except as provided by Chapter 564, a disciplinary action
   taken by the board [under Section 565.060 or] on the basis of a
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   ground for discipline under Subchapter A is governed by Chapter
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   2001, Government Code, and the rules of practice and procedure
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   before the board.
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         SECTION 14. The following provisions of the Occupations
   Code are repealed:
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               (1) Section 561.003(d);
               (2)
                    Section 562.009(a-1);
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                    Section 562.051;
19
               (3)
                    Sections 562.151(1) and (3);
20
               (4)
               (5) Section 562.152; and
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               (6) Section 562.153.
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         SECTION 15. The change in law made by this Act to Section
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   483.047, Health and Safety Code, applies only to an offense
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committed on or after the effective date of this Act. An offense

committed before the effective date of this Act is governed by the

law in effect on the date the offense was committed, and the former

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- S.B. No. 460
- 1 law is continued in effect for that purpose. For purposes of this
- 2 section, an offense was committed before the effective date of this
- 3 Act if any element of the offense occurred before that date.
- 4 SECTION 16. Section 560.052(b), Occupations Code, as
- 5 amended by this Act, applies only to an application for a pharmacy
- 6 license submitted on or after the effective date of this Act. An
- 7 application submitted before the effective date of this Act is
- 8 governed by the law in effect on the date the application was
- 9 submitted, and the former law is continued in effect for that
- 10 purpose.
- 11 SECTION 17. Section 561.003(e), Occupations Code, as
- 12 amended by this Act, and the repeal by this Act of Section
- 13 561.003(d), Occupations Code, apply only to a pharmacy license that
- 14 expires on or after the effective date of this Act. A pharmacy
- 15 license that expired before the effective date of this Act is
- 16 governed by the law in effect on the date the license expired, and
- 17 the former law is continued in effect for that purpose.
- 18 SECTION 18. Section 562.106(a), Occupations Code, as
- 19 amended by this Act, and Section 562.106(a-1), Occupations Code, as
- 20 added by this Act, apply only to a pharmacy that changes location on
- 21 or after October 1, 2015. A pharmacy that changes location before
- 22 that date is governed by the law in effect immediately before the
- 23 effective date of this Act, and the former law is continued in
- 24 effect for that purpose.
- 25 SECTION 19. The change in law made by this Act to Section
- 26 565.061(a), Occupations Code, is a clarification of existing law
- 27 and does not imply that existing law may be construed as

S.B. No. 460

- $1 \hspace{0.1in}$  inconsistent with the law as amended by this  ${\tt Act.}$
- 2 SECTION 20. This Act takes effect September 1, 2015.