Session of 2020

HOUSE BILL No. 2712

By Committee on Health and Human Services

2-14

AN ACT concerning the state board of pharmacy; relating to powers,
 duties and functions thereof; investigations; inspections and audits;
 telepharmacy; amending K.S.A. 65-1627, 65-1631, 65-1643, 65-1657,
 65-1658, 65-1663 and 65-1676 and K.S.A. 2019 Supp. 65-1626 and
 repealing the existing sections.

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Be it enacted by the Legislature of the State of Kansas:

8 New Section 1. (a) Any complaint, investigation, report, record or 9 other information relating to a complaint or investigation that is received, 10 obtained or maintained by the board shall be confidential and shall not be 11 disclosed by the board or its employees in a manner that identifies or 12 enables identification of the person who is the subject or source of the 13 information, except the information may be disclosed:

(1) In any proceeding conducted by the board under the law or in an
 appeal of an order of the board entered in a proceeding, or to any party to a
 proceeding or appeal or the party's attorney;

17 (2) to the person who is the subject of the information or to any 18 person or entity when requested by the person who is the subject of the 19 information, but the board may require disclosure in such a manner that 20 will prevent identification of any other person who is the subject or source 21 of the information; or

(3) to a state or federal licensing, regulatory or enforcement agency with jurisdiction over the subject of the information or to an agency with jurisdiction over acts or conduct similar to acts or conduct that would constitute grounds for action under this act. Any confidential complaint or report, record or other information disclosed by the board as authorized by this section shall not be disclosed by the receiving agency except as otherwise authorized by law.

(b) Except as provided in subsection (a), no applicant, registrant or individual shall have access to any complaint, investigation, report, record or information concerning a complaint or investigation in progress until the investigation and any enforcement action is completed. This section shall not be construed to authorize the release of records, reports or other information that are subject to other specific state or federal laws concerning their disclosure.

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(c) This section shall be a part of and supplemental to the pharmacy

act of the state of Kansas. 1

2 New Sec. 2. (a) (1) As a condition of probation or other disciplinary 3 action under K.S.A. 65-1627 or 65-1657, and amendments thereto, the 4 board may require that a licensee or registrant be subject to additional 5 compliance inspections or audits and pay the actual costs of such 6 inspections and audits.

7 (2) If a licensee or registrant fails to comply with a board order 8 regarding the costs of additional inspections and audits, the board may 9 impose additional disciplinary action against the licensee or registrant for failure to comply with a lawful order of the board under K.S.A. 65-1627, 10 11 and amendments thereto

12 (b) Upon the request of a pharmacy, manufacturer, wholesale distributor, third-party logistics provider, institutional drug room, retail 13 14 dealer, durable medical equipment provider, automated dispensing system, 15 repackager or outsourcing facility that is registered or applying for 16 registration or renewal with the board, the board may conduct an 17 inspection of the place of business where any such operation is conducted, regardless of whether the facility is located in Kansas. The costs of such 18 19 inspection shall be paid by the registrant or applicant. The registrant or 20 applicant shall deposit a reasonable sum, as determined by the board, 21 necessary to cover the board's estimated cost of performing the inspection 22 prior to scheduling the inspection. If the actual cost of the inspection 23 exceeds the amount deposited, the board shall provide to the registrant or 24 applicant a written invoice for the remaining amount. If the amount 25 deposited exceeds the actual costs incurred, the board shall remit the 26 difference to the registrant or applicant. 27

- (c) Actual costs under this section include, but are not limited to:
- 28 (1) Salaries and wages:
- 29 (2) travel, mileage and lodging:
- (3) subsistence allowances: 30
- 31 (4) document storage, shipping and handling; or
- 32 (5) other expenses deemed reasonable and necessary by the board.

33 (d) All moneys assessed and collected under this section shall be 34 remitted to the state treasurer in accordance with the provisions of K.S.A. 35 75-4215, and amendments thereto, and deposited in the state treasury to 36 the credit of the state board of pharmacy fee fund.

37 This section shall be a part of and supplemental to the pharmacy (e) 38 act of the state of Kansas.

39 New Sec. 3. (a) "Telepharmacy" means the practice of pharmacy by a 40 pharmacist located in Kansas using telecommunications or other 41 automations and technologies to deliver personalized, electronically 42 documented, real-time pharmaceutical care to patients or their agents, who 43 are located at sites other than where the pharmacist is located, including

prescription dispensing and counseling and to oversee and supervise 1 2 telepharmacy outlet operations.

"Telepharmacy outlet" means a pharmacy site located in Kansas 3 (b) 4 that:

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(1) Is registered as a pharmacy under the act;

6 (2) is connected via computer link, video link and audio link or other 7 functionally equivalent telecommunications equipment, with a supervising 8 pharmacy located in Kansas; and

(3) has a pharmacy technician on site who performs activities under 9 the electronic supervision of a pharmacist located in Kansas. 10

(c) A pharmacist shall not be required to be physically present at the 11 telepharmacy outlet if the pharmacist is connected to the telepharmacy 12 outlet via computer link, video link and audio link or other functionally 13 14 equivalent telecommunications equipment and is readily available to 15 consult with and assist the pharmacy technician in performing activities.

16 (d) Not later than January 1, 2022, the board shall adopt rules and regulations necessary to specify additional criteria for a supervising 17 pharmacy and telepharmacy outlet under this section, including, but not 18 19 limited to:

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(1) Application requirements;

(2) structural, security, technology and equipment requirements; 22

(3) staffing, training and electronic supervision requirements: (4) record keeping and storage requirements;

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(5) establishment of policies and procedures:

25 (6) the minimum and maximum distances from the nearest pharmacy where a telepharmacy outlet may be established, if necessary and 26 applicable, and facilities that may be exempt from this requirement; 27

28 (7) the number of telepharmacy outlets that may be operated by a 29 supervising pharmacy;

30 31 (8) use of automated dispensing machines; and

(9) criteria for requesting exemptions or waivers.

(e) This section shall be a part of and supplemental to the pharmacy 32 33 act of the state of Kansas.

Sec. 4. K.S.A. 2019 Supp. 65-1626 is hereby amended to read as 34 35 follows: 65-1626. For the purposes of this act:

(a) "Administer" means the direct application of a drug, whether by 36 37 injection, inhalation, ingestion or any other means, to the body of a patient 38 or research subject by:

39 (1) A practitioner or pursuant to the lawful direction of a practitioner;

(2) the patient or research subject at the direction and in the presence 40 41 of the practitioner; or

42 (3) a pharmacist as authorized in K.S.A. 65-1635a or K.S.A. 2019 43 Supp. 65-16,129, and amendments thereto.

1 (b) "Agent" means an authorized person who acts on behalf of or at 2 the direction of a manufacturer, repackager, wholesale distributor, third-3 party logistics provider or dispenser but does not include a common 4 carrier, public warehouseman or employee of the carrier or warehouseman 5 when acting in the usual and lawful course of the carrier's or 6 warehouseman's business.

7 (c) "Application service provider" means an entity that sells 8 electronic prescription or pharmacy prescription applications as a hosted 9 service where the entity controls access to the application and maintains 10 the software and records on its server.

(d) "Automated dispensing system" means a robotic or mechanical
system controlled by a computer that: (1) Performs operations or activities,
other than compounding or administration, relative to the storage,
packaging, labeling, dispensing or distribution of drugs; (2) collects,
controls and maintains all transaction information; and (3) operates in
accordance with the board's rules and regulations.

(e) "Biological product" means the same as defined in 42 U.S.C. §
262(i), as in effect on January 1, 2017.

(f) "Board" means the state board of pharmacy created by K.S.A. 74-1603, and amendments thereto.

(g) "Brand exchange," in the case of a drug prescribed, means the dispensing of a different drug product of the same dosage form and strength and of the same generic name as the brand name drug product prescribed, and in the case of a biological product prescribed, means the dispensing of an interchangeable biological product.

(h) "Brand name" means the registered trademark name given to adrug product by its manufacturer, labeler or distributor.

(i) "Co-licensed partner" means a person or pharmaceutical
 manufacturer that has entered into an agreement with another
 pharmaceutical manufacturer or an affiliate of the manufacturer to engage
 in a business activity or occupation related to the manufacture or
 distribution of a product.

(j) "Common carrier" means any person who undertakes, whether
 directly or by any other arrangement, to transport property, including
 drugs, for compensation.

(k) (1) "Compounding" means the combining of components into a
 compounded preparation under either of the following conditions:

43 (2)(B) for the purpose of, or incidental to, research, teaching or

1 chemical analysis, and not for sale or dispensing.

(2) Compounding includes the preparation of drugs or devices in
 anticipation of receiving prescription drug orders based on routine,
 regularly observed prescribing patterns.

5 (3) Compounding does not include reconstituting any oral or topical 6 drug according to the FDA-approved labeling for the drug or preparing 7 any sterile or nonsterile preparation that is essentially a copy of a 8 commercially available product.

9 (1) "DEA" means the U.S. United States department of justice, drug 10 enforcement administration.

(m) "Deliver" or "delivery" means the actual, constructive or
attempted transfer from one person to another of any drug whether or not
an agency relationship exists.

(n) "Direct supervision" means the process by which the responsible
pharmacist shall observe and direct the activities of a pharmacy student or
pharmacy technician to a sufficient degree to assure that all such activities
are performed accurately, safely and without risk or harm to patients, and
complete the final check before dispensing.

(o) "Dispense" or "dispensing" means to deliver prescription
medication to the ultimate user or research subject by or pursuant to the
lawful order of a practitioner or pursuant to the prescription of a mid-level
practitioner.

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(p) "Dispenser" means:

(1) A practitioner or pharmacist who dispenses prescription
medication, or a physician assistant who has authority to dispense
prescription-only drugs in accordance with K.S.A. 65-28a08(b), and
amendments thereto; or

(2) a retail pharmacy, hospital pharmacy or group of pharmacies
under common ownership and control that do not act as a wholesale
distributor, or affiliated warehouses or distribution centers of such entities
under common ownership and control that do not act as a wholesale
distributor.

(q) "Distribute" or "distribution" means to deliver, offer to deliver,
sell, offer to sell, purchase, trade, transfer, broker, give away, handle, store
or receive, other than by administering or dispensing, any product, but
does not include dispensing a product pursuant to a prescription executed
in accordance with 21 U.S.C. § 353 or the dispensing of a product
approved under 21 U.S.C. § 360b.

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(r) "Distributor" means a person or entity that distributes a drug.

40 (s) "Drop shipment" means the sale, by a manufacturer, repackager or
41 exclusive distributor, of the manufacturer's prescription drug to a
42 wholesale distributor whereby the wholesale distributor takes title but not
43 possession of such prescription drug and the wholesale distributor invoices

the dispenser, and the dispenser receives delivery of the prescription drug
 directly from the manufacturer, repackager, third-party logistics provider
 or exclusive distributor, of such prescription drug.

4 (t) "Drug" means: (1) Articles recognized in the official United States 5 pharmacopeia, or other such official compendiums of the United States, or 6 official national formulary, or any supplement to any of them; (2) articles 7 intended for use in the diagnosis, cure, mitigation, treatment or prevention 8 of disease in human or other animals; (3) articles, other than food, 9 intended to affect the structure or any function of the body of human or 10 other animals; and (4) articles intended for use as a component of any articles specified in paragraph (1), (2) or (3); but does not include devices 11 12 or their components, parts or accessories, except that the term "drug" shall not include amygdalin (laetrile) or any livestock remedy, if such livestock 13 14 remedy had been registered in accordance with the provisions of article 5 15 of chapter 47 of the Kansas Statutes Annotated, prior to its repeal.

16 (u) "Durable medical equipment" means equipment that: (1) Provides 17 therapeutic benefits or enables an individual to perform certain tasks that 18 the individual is unable to otherwise undertake due to certain medical conditions or illnesses; (2) is primarily and customarily used to serve a 19 20 medical purpose; (3) generally is not useful to a person in the absence of 21 an illness or injury; (4) can withstand repeated use; (5) is appropriate for 22 use in the home, long-term care facility or medical care facility, but may 23 be transported to other locations to allow the individual to complete 24 instrumental activities of daily living that are more complex tasks required 25 for independent living; and (6) may include devices and medical supplies 26 or other similar equipment determined by the board in rules and 27 regulations adopted by the board.

(v) "Electronic prescription" means an electronically prepared
 prescription that is authorized and transmitted from the prescriber to the
 pharmacy by means of electronic transmission.

(w) "Electronic prescription application" means software that is used
 to create electronic prescriptions and that is intended to be installed on the
 prescriber's computers and servers where access and records are controlled
 by the prescriber.

(x) "Electronic signature" means a confidential personalized digital
key, code, number or other method for secure electronic data transmissions
that identifies a particular person as the source of the message,
authenticates the signatory of the message and indicates the person's
approval of the information contained in the transmission.

(y) "Electronic transmission" means the transmission of an electronic
prescription, formatted as an electronic data file, from a prescriber's
electronic prescription application to a pharmacy's computer, where the
data file is imported into the pharmacy prescription application.

1 (z) "Electronically prepared prescription" means a prescription that is 2 generated using an electronic prescription application.

(aa) "Exclusive distributor" means the wholesale distributor that
directly purchased the product from the manufacturer and is the sole
distributor of that manufacturer's product to a subsequent repackager,
wholesale distributor or dispenser.

7 (bb) "FDA" means the U.S. United States department of health and 8 human services, food and drug administration.

9 "Facsimile transmission" or "fax transmission" means the (cc)transmission of a digital image of a prescription from the prescriber or the 10 prescriber's agent to the pharmacy. "Facsimile transmission" includes, but 11 12 is not limited to, transmission of a written prescription between the prescriber's fax machine and the pharmacy's fax machine; transmission of 13 an electronically prepared prescription from the prescriber's electronic 14 prescription application to the pharmacy's fax machine, computer or 15 16 printer; or transmission of an electronically prepared prescription from the 17 prescriber's fax machine to the pharmacy's fax machine, computer or 18 printer.

(dd) "Generic name" means the established chemical name or officialname of a drug or drug product.

(ee) "Health care entity" means any person that provides diagnostic,
 medical, surgical or dental treatment or rehabilitative care but does not
 include any retail pharmacy or wholesale distributor.

(ff) (1) "Institutional drug room" means any location where
prescription-only drugs are stored and from which prescription-only drugs
are administered or dispensed and that is maintained or operated for the
purpose of providing the drug needs of:

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(A) Inmates of a jail or correctional institution or facility;

(B) residents of a *juvenile correctional facility or* juvenile detention
facility, as defined by the revised Kansas code for care of children and the
revised Kansas juvenile justice code in K.S.A. 2019 Supp. 38-2302, and
amendments thereto;

33 (C) students of a public or private university or college, a community
 34 college or any other institution of higher learning that is located in Kansas;
 35 (D) employees of a business or other employer; or

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(E) persons receiving inpatient hospice services.

37 (2) "Institutional drug room" does not include:

- 38 (A) Any registered pharmacy;
- 39 (B) any office of a practitioner; or

40 (C) a location where no prescription-only drugs are dispensed and no 41 prescription-only drugs other than individual prescriptions are stored or 42 administered.

43 (gg) "Interchangeable biological product" means a biological product

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1 that the FDA has:

2 (1) Licensed and determined meets the standards for 3 "interchangeability" as defined in 42 U.S.C. § 262(k), as in effect on 4 January 1, 2017; or

5 (2) determined to be therapeutically equivalent as set forth in the 6 latest edition or supplement to the FDA's approved drug products with 7 therapeutic equivalence evaluations.

8 (hh) "Intermediary" means any technology system that receives and 9 transmits an electronic prescription between the prescriber and the 10 pharmacy.

(ii) "Intracompany transaction" means any transaction or transfer
between any division, subsidiary, parent or affiliated or related company
under common ownership or control of a corporate entity, or any
transaction or transfer between co-licensed partners.

15 (jj) "Label" means a display of written, printed or graphic matter 16 upon the immediate container of any drug.

(kk) "Labeling" means the process of preparing and affixing a label to
any drug container, exclusive of the labeling by a manufacturer, packer or
distributor of a non-prescription drug or commercially packaged legend
drug.

(11) "Long-term care facility" means "nursing facility," as defined in
 K.S.A. 39-923, and amendments thereto.

(mm) "Medical care facility" means the same as defined in K.S.A.
65-425, and amendments thereto, except that the term also includes
facilities licensed under the provisions of K.S.A. 2019 Supp. 39-2001 et
seq., and amendments thereto, except community mental health centers
and facilities for people with intellectual disability.

28 "Manufacture" means the production, propagation, (nn) 29 compounding, conversion or processing of a drug either directly or indirectly by extraction from substances of natural origin, independently 30 31 by means of chemical or biological synthesis or by a combination of 32 extraction and chemical or biological synthesis or the packaging or 33 repackaging of the drug or labeling or relabeling of its container, except 34 that this term does not include the preparation or compounding of a drug 35 by an individual for the individual's own use or the preparation, 36 compounding, packaging or labeling of a drug by:

A practitioner or a practitioner's authorized agent incident to such
 practitioner's administering or dispensing of a drug in the course of the
 practitioner's professional practice;

40 (2) a practitioner, by a practitioner's authorized agent or under a
41 practitioner's supervision for the purpose of, or as an incident to, research,
42 teaching or chemical analysis and not for sale; or

(3) a pharmacist or the pharmacist's authorized agent acting under the

direct supervision of the pharmacist for the purpose of, or incident to, the
 dispensing of a drug by the pharmacist.

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(oo) "Manufacturer" means:

4 (1) A person that holds an application approved under section 505 of 5 the federal food, drug and cosmetic act or a license issued under section 6 351 of the federal public health service act for such drug or, if such drug is 7 not the subject of an approved application or license, the person who 8 manufactured the drug;

9 (2) a co-licensed partner of the person described in paragraph (1) that 10 obtains the drug directly from a person described in paragraph (1) or (3); 11 or

(3) an affiliate of a person described in paragraph (1) or (2) that
receives the product directly from a person described in paragraph (1) or
(2).

15 (pp) "Medication order" means an order by a prescriber for a 16 registered patient of a Kansas licensed medical care facility.

(qq) "Mid-level practitioner" means a certified nurse-midwife 17 engaging in the independent practice of midwifery under the independent 18 19 practice of midwifery act, an advanced practice registered nurse issued a 20 license pursuant to K.S.A. 65-1131, and amendments thereto, who has authority to prescribe drugs pursuant to a written protocol with a 21 responsible physician under K.S.A. 65-1130, and amendments thereto, or a 22 23 physician assistant licensed pursuant to the physician assistant licensure act who has authority to prescribe drugs pursuant to a written agreement 24 25 with a supervising physician under K.S.A. 65-28a08, and amendments 26 thereto

27 (rr) "Nonresident pharmacy" means a pharmacy located outside of28 Kansas.

(ss) "Outsourcing facility" or "virtual outsourcing facility" means a
facility at one geographic location or address that is engaged in the
compounding of sterile drugs and has registered with the FDA as an
outsourcing facility pursuant to 21 U.S.C. § 353b.

(tt) "Person" means individual, corporation, government,
 governmental subdivision or agency, partnership, association or any other
 legal entity.

(uu) "Pharmacist" means any natural person licensed under this act topractice pharmacy.

(vv) "Pharmacist-in-charge" means the pharmacist who is responsible to the board for a registered establishment's compliance with the laws and regulations of this state pertaining to the practice of pharmacy, manufacturing of drugs and the distribution of drugs. The pharmacist-incharge shall supervise such establishment on a full-time or a part-time basis and perform such other duties relating to supervision of a registered

- establishment as may be prescribed by the board by rules and regulations.
 Nothing in this definition shall relieve other pharmacists or persons from
- 3 their responsibility to comply with state and federal laws and regulations.

4 (ww) "Pharmacist intern" means: (1) A student currently enrolled in 5 an accredited pharmacy program; (2) a graduate of an accredited pharmacy 6 program serving an internship; or (3) a graduate of a pharmacy program 7 located outside of the United States that is not accredited and who has 8 successfully passed equivalency examinations approved by the board.

9 (xx) "Pharmacy," "drugstore" or "apothecary" means premises, laboratory, area or other place: (1) Where drugs are offered for sale where 10 the profession of pharmacy is practiced and where prescriptions are 11 12 compounded and dispensed; (2) that has displayed upon it or within it the words "pharmacist," "pharmaceutical chemist," "pharmacy," "apothecary," 13 "drugstore," "druggist," "drugs," "drug sundries" or any of these words or 14 15 combinations of these words or words of similar import either in English 16 or any sign containing any of these words; or (3) where the characteristic 17 symbols of pharmacy or the characteristic prescription sign "Rx" may be 18 exhibited. As used in this subsection, premises refers only to the portion of 19 any building or structure leased, used or controlled by the licensee in the 20 conduct of the business registered by the board at the address for which the 21 registration was issued.

(yy) "Pharmacy prescription application" means software that is used
 to process prescription information, is installed on a pharmacy's computers
 or servers and is controlled by the pharmacy.

(zz) "Pharmacy technician" means an individual who, under the direct supervision and control of a pharmacist, may perform packaging, manipulative, repetitive or other nondiscretionary tasks related to the processing of a prescription or medication order and who assists the pharmacist in the performance of pharmacy-related duties, but who does not perform duties restricted to a pharmacist.

(aaa) "Practitioner" means a person licensed to practice medicine and
surgery, dentist, podiatrist, veterinarian, optometrist or scientific
investigator or other person authorized by law to use a prescription-only
drug in teaching or chemical analysis or to conduct research with respect
to a prescription-only drug.

(bbb) "Preceptor" means a licensed pharmacist who possesses at least
two years' experience as a pharmacist and who supervises students
obtaining the pharmaceutical experience required by law as a condition to
taking the examination for licensure as a pharmacist.

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(ccc) "Prescriber" means a practitioner or a mid-level practitioner.

41 (ddd) "Prescription" or "prescription order" means: (1) An order to be
42 filled by a pharmacist for prescription medication issued and signed by a
43 prescriber in the authorized course of such prescriber's professional

practice; or (2) an order transmitted to a pharmacist through word of
 mouth, note, telephone or other means of communication directed by such
 prescriber, regardless of whether the communication is oral, electronic,
 facsimile or in printed form.

5 (eee) "Prescription medication" means any drug, including label and 6 container according to context, that is dispensed pursuant to a prescription 7 order.

8 (fff) "Prescription-only drug" means any drug whether intended for 9 use by human or animal, required by federal or state law, including 21 10 U.S.C. § 353, to be dispensed only pursuant to a written or oral 11 prescription or order of a practitioner or is restricted to use by practitioners 12 only.

13 (ggg) "Probation" means the practice or operation under a temporary 14 license, registration or permit or a conditional license, registration or 15 permit of a business or profession for which a license, registration or 16 permit is granted by the board under the provisions of the pharmacy act of 17 the state of Kansas requiring certain actions to be accomplished or certain 18 actions not to occur before a regular license, registration or permit is 19 issued.

(hhh) "Product" means the same as defined by part H of the federal
drug supply chain security act, 21 U.S.C. § 351 et seq. and 21 U.S.C. §
360eee.

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(iii) "Professional incompetency" means:

(1) One or more instances involving failure to adhere to the
applicable standard of pharmaceutical care to a degree that constitutes
gross negligence, as determined by the board;

(2) repeated instances involving failure to adhere to the applicable
 standard of pharmaceutical care to a degree that constitutes ordinary
 negligence, as determined by the board; or

30 (3) a pattern of pharmacy practice or other behavior that demonstrates
 31 a manifest incapacity or incompetence to practice pharmacy.

(jjj) "Readily retrievable" means that records kept by automatic data processing applications or other electronic or mechanized record-keeping systems can be separated out from all other records within a reasonable time not to exceed 48 hours of a request from the board or other authorized agent or that hard-copy records are kept on which certain items are asterisked, redlined or in some other manner visually identifiable apart from other items appearing on the records.

(III) "Repackage" means changing the container, wrapper, quantity orlabel of a drug to further the distribution of the drug.

41 (mmm) "Repackager" means a person who owns or operates a facility42 that repackages.

43 (nnn) "Retail dealer" means a person selling at retail nonprescription

drugs that are prepackaged, fully prepared by the manufacturer or 1 distributor for use by the consumer and labeled in accordance with the 2 requirements of the state and federal food, drug and cosmetic acts. Such 3 4 nonprescription drugs shall not include: (1) A controlled substance; (2) a 5 prescription-only drug; or (3) a drug intended for human use by 6 hypodermic injection.

7 (000) "Return" means providing product to the authorized immediate 8 trading partner from whom such product was purchased or received, or to a returns processor or reverse logistics provider for handling of such 9 10 product.

11 (ppp) "Returns processor" or "reverse logistics provider" means a 12 person who owns or operates an establishment that disposes of or otherwise processes saleable or nonsaleable products received from an 13 14 authorized trading partner such that the product may be processed for 15 credit to the purchaser, manufacturer or seller or disposed of for no further 16 distribution.

17 (qqq) "Reverse distributor" means the same as defined in 21 C.F.R. § 18 1300.01 as in effect on July 1, 2020.

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(rrr) "Secretary" means the executive secretary of the board.

(rrr)(sss) "Third-party logistics provider" means an entity that 20 21 provides or coordinates warehousing or other logistic services of a product 22 in interstate commerce on behalf of a manufacturer, wholesale distributor 23 or dispenser, but does not take ownership of the product or have 24 responsibility to direct the sale or disposition of the product.

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(sss)(ttt) "Trading partner" means:

(1) A manufacturer, repackager, wholesale distributor or dispenser 26 from whom a manufacturer, repackager, wholesale distributor or dispenser 27 28 accepts direct ownership of a product or to whom a manufacturer, 29 repackager, wholesale distributor or dispenser transfers direct ownership of a product; or 30

31 (2) a third-party logistics provider from whom a manufacturer, 32 repackager, wholesale distributor or dispenser accepts direct possession of 33 a product or to whom a manufacturer, repackager, wholesale distributor or 34 dispenser transfers direct possession of a product.

(ttt)(uuu) "Transaction" means the transfer of product between 35 36 persons in which a change of ownership occurs. 37

(uuu)(vvv) "Unprofessional conduct" means:

(1) Fraud in securing a registration or permit;

39 (2) intentional adulteration or mislabeling of any drug, medicine, 40 chemical or poison;

41 (3) causing any drug, medicine, chemical or poison to be adulterated 42 or mislabeled, knowing the same to be adulterated or mislabeled;

43 (4) intentionally falsifying or altering records or prescriptions; 1 (5) unlawful possession of drugs and unlawful diversion of drugs to 2 others;

3 (6) willful betrayal of confidential information under K.S.A. 65-1654,
4 and amendments thereto;

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(7) conduct likely to deceive, defraud or harm the public;

6 (8) making a false or misleading statement regarding the licensee's7 professional practice or the efficacy or value of a drug;

8 (9) commission of any act of sexual abuse, misconduct or 9 exploitation related to the licensee's professional practice; or

10 (10) performing unnecessary tests, examinations or services that have11 no legitimate pharmaceutical purpose.

12 (vvv)(www) "Vaccination protocol" means a written protocol, agreed 13 to by a pharmacist and a person licensed to practice medicine and surgery 14 by the state board of healing arts, that establishes procedures and 15 recordkeeping and reporting requirements for administering a vaccine by 16 the pharmacist for a period of time specified therein, not to exceed two 17 years.

18 (www)(xxx) "Valid prescription order" means a prescription that is 19 issued for a legitimate medical purpose by an individual prescriber 20 licensed by law to administer and prescribe drugs and acting in the usual 21 course of such prescriber's professional practice. A prescription issued 22 solely on the basis of an internet-based questionnaire or consultation 23 without an appropriate prescriber-patient relationship is not a valid 24 prescription order.

25 (xxx)(yyy) "Veterinary medical teaching hospital pharmacy" means 26 any location where prescription-only drugs are stored as part of an 27 accredited college of veterinary medicine and from which prescription-28 only drugs are distributed for use in treatment of or administration to a 29 nonhuman.

30 (yyy)(zzz) "Wholesale distributor" means any person engaged in
 31 wholesale distribution or reverse distribution of prescription drugs or
 32 devices, other than a manufacturer, co-licensed partner; or third-party
 33 logistics provider or repackager.

34 (zzz)(aaaa) "Wholesale distribution" means the distribution or receipt
 35 of prescription drugs *or devices* to or by persons other than consumers or
 36 patients, in which a change of ownership occurs. Wholesale distribution
 37 does not include:

38 (1) The dispensing of a prescription drug *or device* pursuant to a39 prescription;

40 (2) the distribution of a prescription drug *or device* or an offer to
41 distribute a prescription drug *or device* for emergency medical reasons,
42 including a public health emergency declaration pursuant to section 319 of
43 the public health service act, except that, for purposes of this paragraph, a

drug shortage not caused by a public health emergency shall not constitute
 an emergency medical reason;

3 (3) intracompany distribution of any drug between members of an 4 affiliate or within a manufacturer;

5 (4) the distribution of a prescription drug *or device*, or an offer to 6 distribute a prescription drug *or device*, among hospitals or other health 7 care entities under common control;

8 (5) the distribution of a prescription drug *or device*, or the offer to 9 distribute a prescription drug *or device*, by a charitable organization 10 described in $-503 \ 501(c)(3)$ of the internal revenue code of 1954 to a 11 nonprofit affiliate of the organization to the extent otherwise permitted by 12 law;

(6) the purchase or other acquisition by a dispenser, hospital or other
 health care entity for use by such dispenser, hospital or other health care
 entity;

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(7) the distribution of a drug by the manufacturer of such drug;

17 (8) the receipt or transfer of a drug by an authorized third-party 18 logistics provider, provided that such third-party logistics provider does 19 not take ownership of the drug;

20 (9) the transport of a drug by a common carrier, provided that the 21 common carrier does not take ownership of the drug;

(10) the distribution of a drug or an offer to distribute a drug by an
 authorized repackager that has taken ownership or possession of the drug
 and repacks it in accordance with section 582(c) of the federal food, drug
 and cosmetic act;

(11) saleable drug returns when conducted by a dispenser;

27 (12) the distribution of minimal quantities of drugs by licensed retail
 28 pharmacies to licensed practitioners for office use;

(13) the distribution of a collection of finished medical devices,
 including a product or biological product in accordance with 21 U.S.C. §
 353(c)(4)(M);

(14) the distribution of an intravenous drug that, by its formulation, is
 intended for the replenishment of fluids and electrolytes, including
 sodium, chloride and potassium, or calories, including dextrose and amino
 acids;

36 (15)(8) the distribution of an intravenous drug used to maintain the 37 equilibrium of water and minerals in the body, such as dialysis solutions; 38 *or*

39 (16) the distribution of a drug that is intended for irrigation, or sterile
 40 water, whether intended for such purposes or for injection;

41 (17) the distribution of medical gas;

- 42 (18) facilitating the distribution of a product by providing solely-
- 43 administrative services, including processing of orders and payments;

(19) the transfer of a product by a hospital or other health care entity, 1 or by a wholesale distributor or manufacturer operating under the direction 2 of a hospital or other health care entity, to a repackager described in-3 section 581(16)(B) and registered under section 510 of the food, drug and 4 eosmetic act for the purpose of repackaging the drug for use by that-5 hospital or other health care entity, or other health care entities under-6 7 common control, if ownership of the drug remains with the hospital or 8 other health care entity at all times; or

9 (20)(9) the sale or transfer from a retail pharmacy of expired, 10 damaged, returned or recalled prescription drugs to the original 11 manufacturer, originating wholesale distributor or to a third-party returns 12 processor reverse distributor registered in accordance with the board's 13 rules and regulations.

Sec. 5. K.S.A. 65-1627 is hereby amended to read as follows: 65-1627. (a) The board may *deny an application or renewal, limit, condition,* revoke, suspend, place in a probationary status or <u>deny an application or</u> renewal of any *publicly or privately censure the* license of any pharmacist upon a finding that:

(1) The licensee has obtained, renewed or reinstated, or attempted to
obtain, renew or reinstate, a license by false or fraudulent means, including
misrepresentation of a material fact;

(2) the licensee has been convicted of a misdemeanor involving moral
turpitude or gross immorality or any felony and the licensee fails to show
that the licensee has been sufficiently rehabilitated to warrant the public
trust;

(3) the licensee is found by the board to be guilty of unprofessionalconduct or professional incompetency;

(4) the licensee is addicted to the liquor or drug habit to such a degreeas to render the licensee unfit to practice the profession of pharmacy;

(5) the licensee has violated a provision of the federal or state food,
drug and cosmetic act, the *federal or state* uniform controlled substances
act-of the state of Kansas, or any rule and regulation adopted under any
such act;

(6) the licensee is found by the board to have filled a prescription not
in strict accordance with the directions of the practitioner or a mid-level
practitioner;

(7) the licensee is found to be mentally or physically incapacitated to
such a degree as to render the licensee unfit to practice the profession of
pharmacy;

40 (8) the licensee has violated any of the provisions of the pharmacy act
41 of the state of Kansas or any rule and regulation adopted by the board
42 pursuant to the provisions of such pharmacy act;

43 (9) the licensee has failed to comply with the continuing education

1 requirements of the board for license renewal;

(10) the licensee as a pharmacist in charge or consultant pharmacist
under the provisions of K.S.A. 65-1648(c) or (d), and amendments thereto,
has failed to comply with the requirements of K.S.A. 65-1648(c) or (d),
and amendments thereto;

6 (11) the licensee has knowingly submitted a misleading, deceptive, 7 untrue or fraudulent misrepresentation on a claim form, bill or statement;

8 (12) the licensee has had a license to practice pharmacy revoked, 9 suspended or limited, has been censured or has had other disciplinary 10 action taken, or voluntarily surrendered the license after formal 11 proceedings have been commenced, or has had an application for license 12 denied, by the proper licensing authority of another state, territory, District 13 of Columbia or other country, a certified copy of the record of the action of 14 the other jurisdiction being conclusive evidence thereof;

(13) the licensee has self-administered any controlled substance
 without a practitioner's prescription order or a mid-level practitioner's
 prescription order; or

(14) the licensee has assisted suicide in violation of K.S.A. 21-3406,
prior to its repeal, or K.S.A. 2019 Supp. 21-5407, and amendments
thereto, as established by any of the following:

(A) A copy of the record of criminal conviction or plea of guilty for a
felony in violation of K.S.A. 21-3406, prior to its repeal, or K.S.A. 2019
Supp. 21-5407, and amendments thereto;

24 (B) A copy of the record of a judgment of contempt of court for 25 violating an injunction issued under K.S.A. 60-4404, and amendments 26 thereto; *or*

(C) A copy of the record of a judgment assessing damages under
K.S.A. 60-4405, and amendments thereto;

(15) the licensee has failed to furnish the board, its investigators or its
 representatives any information legally requested by the board;

(16) the licensee has violated or failed to comply with any lawful
order or directive of the board; or

(17) the licensee has violated any of the provisions of the prescription
 monitoring program act of the state of Kansas or any rule and regulation of
 the board pursuant to the provisions of the prescription monitoring
 program act; or

(18) the licensee has failed to keep, has failed to file with the board
or has falsified records required to be kept or filed by the provisions of the
pharmacy act of the state of Kansas or by the board's rules and
regulations.

41 (b) In determining whether or not the licensee has violated subsection 42 (a)(3), (a)(4), (a)(7) or (a)(13), the board upon reasonable suspicion of 43 such violation has authority to compel a licensee to submit to mental or

1 physical examination or drug screen, or any combination thereof, by such 2 persons as the board may designate. To determine whether reasonable 3 suspicion of such violation exists, the investigative information shall be 4 presented to the board as a whole. Information submitted to the board as a 5 whole and all reports, findings and other records shall be confidential and 6 not subject to discovery by or release to any person or entity. The licensee 7 shall submit to the board a release of information authorizing the board to 8 obtain a report of such examination or drug screen, or both. A person 9 affected by this subsection shall be offered, at reasonable intervals, an 10 opportunity to demonstrate that such person can resume the competent practice of pharmacy with reasonable skill and safety to patients. For the 11 12 purpose of this subsection, every person licensed to practice pharmacy and who shall accept the privilege to practice pharmacy in this state by so 13 practicing or by the making and filing of a renewal application to practice 14 15 pharmacy in this state shall be deemed to have consented to submit to a mental or physical examination or a drug screen, or any combination 16 17 thereof, when directed in writing by the board and further to have waived all objections to the admissibility of the testimony, drug screen or 18 19 examination report of the person conducting such examination or drug 20 screen, or both, at any proceeding or hearing before the board on the 21 ground that such testimony or examination or drug screen report 22 constitutes a privileged communication. In any proceeding by the board 23 pursuant to the provisions of this subsection, the record of such board 24 proceedings involving the mental and physical examination or drug screen, 25 or any combination thereof, shall not be used in any other administrative 26 or judicial proceeding.

(c) The board may temporarily suspend or temporarily limit the license of any licensee in accordance with the emergency adjudicative proceedings under the Kansas administrative procedure act if the board determines that there is cause to believe that grounds exist for disciplinary action under subsection (a) against the licensee and that the licensee's continuation in practice would constitute an imminent danger to the public health and safety.

34 (d) The board may suspend, revoke, place in a probationary status or 35 deny a renewal of any retail dealer's permit issued by the board when 36 information in possession of the board discloses that such operations for 37 which the permit was issued are not being conducted according to law or 38 the rules and regulations of the board. When the board determines that 39 action under this subsection requires the immediate protection of the 40 public interest, the board shall conduct an emergency proceeding in accordance with K.S.A. 77-536, and amendments thereto, under the 41 42 Kansas administrative procedure act.

43 (e) The board may deny an application or renewal, limit, condition,

revoke, suspend, place in a probationary status or deny a renewal of
 publicly or privately censure the registration of *a any* pharmacy upon a
 finding that:

4 (1) Such pharmacy has been operated in such manner that violations 5 of the provisions of the pharmacy act of the state of Kansas or of the rules 6 and regulations of the board have occurred in connection therewith;

7 (2) the owner, *pharmacy* or any pharmacist employed at such 8 pharmacy is convicted, subsequent to such owner's acquisition of or such 9 employee's employment at such pharmacy, of a violation of the pharmacy 10 actor uniform controlled substances act of the state of Kansas, *the federal* 11 *or state uniform controlled substances act* or the federal or state food, drug 12 and cosmetic act;

(3) the owner or any pharmacist employed by such pharmacy has
 fraudulently claimed money for pharmaceutical services;-or

(4) the registrant has had a registration revoked, suspended or limited, 15 16 has been censured or has had other disciplinary action taken, or an application for registration denied, by the proper registering authority of 17 another state, territory, District of Columbia or other country, a certified 18 19 copy of the record of the action of the other jurisdiction being conclusive 20 evidence thereof. When the board determines that action under this 21 subsection requires the immediate protection of the public interest, the 22 board shall conduct an emergency proceeding in accordance with K.S.A. 77-536, and amendments thereto, under the Kansas administrative 23 24 procedure act:

(5) the registrant has obtained, renewed or attempted to obtain or
renew a registration by false or fraudulent means, including
misrepresentation of a material fact or falsification of any application;

(6) the registrant has refused to permit the board or its duly
authorized agents to inspect the registrant's establishment in accordance
with the provisions of the pharmacy act of the state of Kansas, federal or
state uniform controlled substances act or the federal or state food, drug
and cosmetic act;

(7) the registrant has failed to keep, has failed to file with the board
or has falsified records required to be kept or filed by the provisions of the
pharmacy act of the state of Kansas or by the board's rules and
regulations;

(8) such pharmacy has been operated in such manner that violations
of the provisions of the federal or state food, drug and cosmetic act, the
federal or state uniform controlled substances act, or any rule and
regulation adopted under any such act have occurred in connection
therewith;

42 (9) such pharmacy has been operated in such manner that the 43 violations of the provisions of the prescription monitoring program act of the state of Kansas or any rule and regulation of the board have occurred
in connection therewith;

3 (10) the registrant has failed to furnish the board, its investigators or 4 its representatives any information legally requested by the board; or

5 (11) the registrant has violated or failed to comply with any lawful 6 order or directive of the board.

7 (f) A registration to manufacture or repackage drugs, to operate as a 8 wholesale distributor, to sell durable medical equipment or to operate as a third-party logistics provider, outsourcing facility, institutional drug room 9 or automated prescription drug dispensing system, or to sell durable 10 *medical equipment*, or a registration for the place of business where any 11 12 such operation is conducted, may be limited, conditioned, suspended, revoked, placed in a probationary status, publicly or privately censured or 13 the application for or renewal of such registration may be denied by the 14 15 board upon a finding that the registrant or the registrant's agent:

(1) Has-materially falsified any application filed pursuant to or
required by the pharmacy act of the state of Kansas obtained, renewed or
attempted to obtain or renew a registration by false or fraudulent means,
including misrepresentation of a material fact or falsification of any
application;

(2) has been convicted of a felony under any federal or state law
 relating to the manufacture or distribution of drugs;

(3) has had any federal registration for the manufacture or distribution
 of drugs suspended, *limited, denied, disciplined, censured* or revoked;

(4) has refused to permit the board or its duly authorized agents to
inspect the registrant's establishment in accordance with the provisions of
K.S.A. 65-1629, and amendments thereto the pharmacy act of the state of
Kansas, the federal or state uniform controlled substances act or the
federal or state food, drug and cosmetic act;

(5) has failed to keep, has failed to file with the board or has falsified
records required to be kept or filed by the provisions of the pharmacy act
of the state of Kansas or by the board's rules and regulations; or

33 (6) has violated the pharmacy act of the state of Kansas or rules and 34 regulations adopted by the state board of pharmacy under the pharmacy act 35 of the state of Kansas, has violated the uniform controlled substances act 36 or rules and regulations adopted by the state board of pharmacy under the 37 uniform controlled substances act, has violated the federal uniform 38 controlled substances act, has violated the federal or state food, drug and 39 cosmetic act or any rules and regulations adopted under any such act, or has violated a provision of the federal drug supply chain security act or 40 any rule or regulation adopted under such act. When the board determines 41 42 that action under this subsection requires the immediate protection of the 43 public interest, the board shall conduct an emergency proceeding in

1 accordance with K.S.A. 77-536, and amendments thereto, under the 2 Kansas administrative procedure act;

(7) the registrant has had a registration revoked, suspended or 3 limited, has been censured or has had other disciplinary action taken, or 4 an application for registration denied, by the proper registering authority 5 6 of another state, territory, District of Columbia or other country, a 7 certified copy of the record of the action of the other jurisdiction being 8 conclusive evidence thereof. When the board determines that action under this subsection requires the immediate protection of the public interest, the 9 board shall conduct an emergency proceeding in accordance with K.S.A. 10 77-536. and amendments thereto, under the Kansas administrative 11 12 procedure act:

(8) has failed to furnish the board, its investigators or its
representatives any information legally requested by the board; or

(9) the registrant has violated or failed to comply with any lawfulorder or directive of the board.

17 (g) Any licensee, permit holder or registrant who is disciplined under this section, K.S.A. 65-1657, 65-1663 or 65-1676, and amendments 18 19 thereto, for a minor violation may request in writing that the board expunge the minor violation from the licensee's, permit holder's or 20 21 registrant's permanent record. The board shall adopt rules and regulations 22 to establish violations that are minor violations under this section. A 23 violation shall be deemed a minor violation if it does not demonstrate a serious inability to practice the profession; assist in the practice of 24 25 pharmacy; provide home medical equipment and services; adversely affect 26 the public health, safety or welfare; result in economic or physical harm to 27 a person; or create a significant threat of such harm.

(1) The request for expungement may be filed no sooner than five
years after the date on which the licensee, permit holder or registrant has
completed disciplinary sanctions imposed and if the licensee, permit
holder or registrant has not been disciplined for any subsequent violation
within this period of time.

33 (2) No person may have his or her record expunged under this34 section more than once.

35 (*h*) Orders under this section, and proceedings thereon, shall be 36 subject to the provisions of the Kansas administrative procedure act.

Sec. 6. K.S.A. 65-1631 is hereby amended to read as follows: 65-1631. (a) It shall be unlawful for any person to practice as a pharmacist in this state unless such person is licensed by the board as a pharmacist. Except as otherwise provided in subsection (d), every applicant for licensure as a pharmacist shall be at least 18 years of age, shall be a graduate of a school or college of pharmacy or department of a university recognized and approved by the board, shall file proof satisfactory to the

1 board, substantiated by proper affidavits, of a minimum of one year of 2 pharmaceutical experience, acceptable to the board, under the supervision 3 of a preceptor and shall pass an examination approved by the board. 4 Pharmaceutical experience as required in this section shall be under the 5 supervision of a preceptor and shall be predominantly related to the 6 dispensing of prescription medication, compounding prescriptions, 7 preparing pharmaceutical preparations and keeping records and making 8 reports required under state and federal statutes. A school or college of 9 pharmacy or department of a university recognized and approved by the 10 board under this subsection (a) shall have a standard of education not below that of the university of Kansas school of pharmacy. The board shall 11 12 adopt rules and regulations establishing the criteria-which that a school or 13 college of pharmacy or department of a university shall satisfy in meeting 14 the standard of education established under this subsection (a).

(b) All applications for licensure by examination shall be made on a
form to be prescribed and furnished by the board. Each application for a
new license by examination shall be accompanied by a license fee fixed by
the board as provided in K.S.A. 65-1645, and amendments thereto.

(c) The board is authorized to adopt rules and regulations relating to
 the grades which score that an applicant must receive in order to pass the
 examination examinations required for licensure and the maximum
 number of times an applicant may take each examination.

23 (d) Notwithstanding the preceding provisions of this section, the 24 board may in its discretion license as a pharmacist, without examination, 25 any person who is duly registered or licensed by examination in some 26 other state, except that the board may require that such person take the law 27 examination multi-state jurisprudence examination approved by the board. 28 The board is authorized to adopt rules and regulations relating to the 29 score that such person must receive in order to pass the multi-state 30 jurisprudence examination and the maximum number of times such person 31 may take the examination as well as the maximum number of times that 32 such person may have attempted the North American pharmacist licensure 33 examination, regardless of the score achieved. Such person shall file proof 34 satisfactory to the board of having the education and training required of 35 applicants for licensure under the provisions of the pharmacy act of this state. Persons who are registered or licensed as pharmacists by 36 37 examination in other states shall be required to satisfy only the 38 requirements-which that existed in this state at the time they become 39 registered or licensed in such other states. The provisions of this 40 subsection shall apply only if the state in which the person is registered or 41 licensed grants, under like conditions, reciprocal registrations or licenses as pharmacists, without examination, to pharmacists duly licensed by 42 43 examination in this state. Reciprocal licensure shall not be denied to any

1 applicant otherwise qualified for reciprocal licensure under this section 2 who has met the internship requirements of the state from which the 3 applicant is reciprocating or who has at least one year of practice as a 4 licensed pharmacist. A reciprocal licensure may be denied for *failure to* 5 *satisfy the rules and regulations adopted by the board or for* any of the 6 reasons set forth in subsections (a)(1) through (a)(13) of K.S.A. 65-7 1627(a)(1) through (a)(13), and amendments thereto.

8 (e) In the event that an applicant for reciprocal licensure has not been 9 subject to laws requiring continuing education as a condition for renewal 10 of a registration or license, such applicant shall be required to satisfy the 11 board through a competency examination that the applicant has the 12 knowledge and ability to meet Kansas standards for licensure as a 13 pharmacist.

(f) No applicant who has taken the examination for licensure
approved by the board and has failed to complete it successfully shall be
considered for licensure by reciprocity within one year from the date such
applicant sat for the examination.

18 (g) All applicants for reciprocal licensure shall file their applications 19 on a form to be prescribed and furnished by the board and such application 20 shall be accompanied by a reciprocal licensure fee fixed by the board as 21 provided in K.S.A. 65-1645, and amendments thereto. The reciprocal 22 licensure fee established by this section immediately prior to the effective 23 date of this act shall continue in effect until a different reciprocal licensure 24 fee is fixed by the board by rules and regulations as provided in K.S.A. 65-25 1645, and amendments thereto.

(h) The board shall take into consideration any felony conviction of
such person, but such conviction shall not automatically operate as a bar to
licensure.

29 (i) All applicants for licensure who graduate from a school or college 30 of pharmacy outside the United States or who graduate from a school or 31 college of pharmacy not approved by the board shall submit information to 32 the board, as specified by rules and regulations, and this information shall 33 be accompanied by an evaluation fee fixed by the board as provided in 34 K.S.A. 65-1645, and amendments thereto, which evaluation fee that shall 35 be in addition to any other fee paid by the applicant under the pharmacy 36 act of the state of Kansas. The evaluation fee fixed by the board under this 37 section immediately prior to the effective date of this act shall continue in 38 effect until a different evaluation fee is fixed by the board by rules and 39 regulations as provided in K.S.A. 65-1645, and amendments thereto. The 40 board may contract with investigative agencies, commissions or consultants to assist the board in obtaining information about such schools 41 42 or colleges of pharmacy. In entering such contracts the authority to 43 approve schools or colleges of pharmacy shall remain solely with the

1 board.

(j) All applicants for licensure who graduate from a school or college of pharmacy outside the United States or who are not citizens of the United States shall provide proof to the board that the applicant has a reasonable ability to communicate with the general public in English. The board may require such applicant to take the test of English as a foreign language and to attain the grade for passing such test as established by the board by rules and regulations.

9 (k) Every registered pharmacist holding a valid registration as a 10 pharmacist in effect on the day preceding the effective date of this act shall 11 be deemed to be a licensed pharmacist under this act, and such person 12 shall not be required to file an original application hereunder for a license.

Sec. 7. K.S.A. 65-1643 is hereby amended to read as follows: 65-14 1643. It shall be unlawful:

15 (a) For any person to operate, maintain, open or establish any 16 pharmacy within this state without first having obtained a registration from 17 the board. Each application for registration of a pharmacy shall indicate 18 the person or persons desiring the registration, including the pharmacist in 19 charge, as well as the location, including the street name and number, and 20 such other information as may be required by the board to establish the 21 identity and exact location of the pharmacy. The issuance of a registration 22 for any pharmacy shall also have the effect of permitting such pharmacy to 23 operate as a retail dealer without requiring such pharmacy to obtain a retail 24 dealer's permit. On evidence satisfactory to the board: (1) That the 25 pharmacy for which the registration is sought will be conducted in full 26 compliance with the law and the rules and regulations of the board; (2) that 27 the location and appointments of the pharmacy are such that it can be 28 operated and maintained without endangering the public health or safety; 29 and (3) that the pharmacy will be under the supervision of a pharmacist, a 30 registration shall be issued to such persons as the board shall deem 31 qualified to conduct such a pharmacy.

32 (b) For any person to violate the federal drug supply chain security33 act, 21 U.S.C. § 351 et seq.

(c) For any person to distribute at wholesale any drugs *or devices*without first obtaining a registration as a wholesale distributor from the
board.

37 (d) For any person to operate as a third-party logistics provider within38 this state without having first obtained a registration from the board.

(e) For any person to in any manner distribute or dispense samples of
any drugs without first having obtained a permit from the board so to do,
and it shall be necessary to obtain permission from the board in every
instance where the samples are to be distributed or dispensed. Nothing in
this subsection shall be held to regulate or in any manner interfere with the

1 furnishing of samples of drugs to duly licensed practitioners, to mid-level 2 practitioners, to pharmacists or to medical care facilities.

3 (f) Except as otherwise provided in this subsection, for any person 4 operating a store or place of business to sell, offer for sale or distribute any 5 drugs to the public without first having obtained a registration or permit 6 from the board authorizing such person so to do. No retail dealer who sells 7 12 or fewer different nonprescription drug products shall be required to 8 obtain a retail dealer's permit under the pharmacy act of the state of Kansas 9 or to pay a retail dealer new permit or permit renewal fee under such act. It 10 shall be lawful for a retail dealer who is the holder of a valid retail dealer's permit issued by the board or for a retail dealer who sells 12 or fewer 11 12 different nonprescription drug products to sell and distribute nonprescription drugs-which that are prepackaged, fully prepared by the 13 manufacturer or distributor for use by the consumer and labeled in 14 15 accordance with the requirements of the state and federal food, drug and cosmetic acts. Such nonprescription drugs shall not include: (1) A 16 17 controlled substance; (2) a prescription-only drug; or (3) a drug product 18 intended for human use by hypodermic injection; but such a retail dealer 19 shall not be authorized to display any of the words listed in K.S.A. 65-20 1626(hh)(xx), and amendments thereto, for the designation of a pharmacy 21 or drugstore.

22 (g) For any person to sell any drugs manufactured and sold only in 23 the state of Kansas, unless the label and directions on such drugs shall first 24 have been approved by the board manufacture within this state any drugs 25 except under the personal and immediate supervision of a pharmacist or such other person or persons as may be approved by the board after an 26 27 investigation and a determination by the board that such person or 28 persons is qualified by scientific or technical training or experience to 29 perform such duties of supervision as may be necessary to protect the 30 public health and safety, and no person shall manufacture any drugs 31 without first obtaining a registration to do so from the board.

32 (h) For any person to operate an institutional drug room without first 33 having obtained a registration to do so from the board. Such registration 34 shall be subject to the provisions of K.S.A. 65-1637a, and amendments 35 thereto, and any rules and regulations adopted pursuant thereto.

36 (i) For any person to operate a veterinary medical teaching hospital 37 pharmacy without first having obtained a registration to do so from the 38 board. Such registration shall be subject to the provisions of K.S.A. 65-39 1662, and amendments thereto, and any rules and regulations adopted 40 pursuant thereto.

41 For any person to sell or distribute in a pharmacy a controlled (i) 42 substance designated in K.S.A. 65-4113(e)(d) or (f) (e), and amendments 43 thereto, unless:

(1) (A) Such controlled substance is sold or distributed by a licensed
 pharmacist, a registered pharmacy technician or a pharmacy intern or clerk
 supervised by a licensed pharmacist;

4 (B) any person purchasing, receiving or otherwise acquiring any such 5 controlled substance produces a valid photo identification showing the 6 date of birth of the person and signs a log and enters in the log, or allows 7 the seller to enter in the log, such person's address and the date and time of 8 sale or allows the seller to enter such information into an electronic 9 logging system pursuant to K.S.A. 65-16,102, and amendments thereto. The log or database required by the board shall be available for inspection 10 during regular business hours to the board of pharmacy and any law 11 enforcement officer: 12

(C) the seller determines that the name entered in the log corresponds
 to the name provided on such identification and that the date and time
 entered are correct; and

16 (D) the seller enters in the log the name of the controlled substance 17 and the quantity sold; or

18

(2) there is a lawful prescription.

19 (k) For any pharmacy to allow customers to have direct access to any 20 controlled substance designated in K.S.A. 65-4113(e)(d) or -(f)(e), and 21 amendments thereto. Such controlled substance shall be placed behind the 22 counter or stored in a locked cabinet that is located in an area of the 23 pharmacy to which customers do not have direct access.

(l) A seller who in good faith releases information in a log pursuant to
 subsection (j) to any law enforcement officer is immune from civil liability
 for such release unless the release constitutes gross negligence or
 intentional, wanton or willful misconduct.

(m) For any person to sell or lease or offer for sale or lease durable
 medical equipment without first obtaining a registration from the board, in
 accordance with rules and regulations adopted by the board, except that
 this subsection shall not apply to:

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(1) Sales not made in the regular course of the person's business; or

33 (2) sales by charitable organizations exempt from federal income
34 taxation pursuant to the internal revenue code of 1986, as amended.

(n) For any person to operate as an outsourcing facility within this
state, or operate as an outsourcing facility outside of Kansas and ship, mail
or deliver drugs into this state, without having first obtained a registration
from the board.

39 (o) For any person to operate an automated dispensing system within40 this state without having first obtained a registration from the board.

41 Sec. 8. K.S.A. 65-1657 is hereby amended to read as follows: 65-42 1657. (a) No nonresident pharmacy shall ship, mail or deliver, in any 43 manner, prescription drugs to a patient in this state unless registered under

1 this section as a nonresident pharmacy. Applications for a nonresident 2 pharmacy registration under this section shall be made on a form furnished by the board. A nonresident pharmacy registration shall be granted for a 3 period of one year upon compliance by the nonresident pharmacy with the 4 provisions of this section and rules and regulations adopted pursuant to 5 6 this section and upon payment of the registration fee established under 7 K.S.A. 65-1645, and amendments thereto, for a pharmacy registration. A 8 nonresident pharmacy registration shall be renewed annually on forms 9 provided by the board, upon compliance by the nonresident pharmacy with the provisions of this section and rules and regulations adopted pursuant to 10 this section and upon payment of the renewal fee established under K.S.A. 11 12 65-1645, and amendments thereto, for the renewal of a pharmacy 13 registration.

(b) As conditions for the granting of a registration and for the renewal
of a registration for a nonresident pharmacy, the nonresident pharmacy
shall comply with the following:

(1) Provide information to the board to indicate the person or persons
applying for the registration, the location of the pharmacy from which the
prescription drugs will be dispensed, the names and titles of all principal
owners and corporate officers, if any, and the names of all pharmacists
dispensing prescription drugs to residents of Kansas;

(2) be registered and in good standing in the state in which suchpharmacy is located;

(3) maintain, in readily retrievable form, records of prescription drugs
 dispensed to Kansas patients;

26 (4) supply upon request, all information needed by the board to carry
27 out the board's responsibilities under this section and rules and regulations
28 adopted pursuant to this section;

(5) maintain pharmacy hours that permit the timely dispensing of
 drugs to Kansas patients and provide reasonable access for the patients to
 consult with a licensed pharmacist about such patients' medications;

(6) provide toll-free telephone communication consultation between a
 Kansas patient and a pharmacist at the pharmacy who has access to the
 patient's records, and ensure that the telephone number(s) will be placed
 upon the label affixed to each prescription drug container dispensed in
 Kansas; and

(7) provide to the board such other information as the board mayreasonably request to administer the provisions of this section.

(c) When any nonresident pharmacy fails to supply requested
information to the board or fails to respond to proper inquiry of the board,
after receiving notice by certified mail, the board may assess a civil fine in
accordance with the provisions in K.S.A. 65-1658, and amendments-

43 thereto.

(d) Each nonresident pharmacy shall comply with the following 1 unless compliance would be in conflict with specific laws or rules and 2 regulations of the state in which the pharmacy is located: 3

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(1) All statutory and regulatory requirements of Kansas for controlled substances, including those that are different from federal law;

6 (2) labeling of all prescriptions dispensed, to include, but not be 7 limited to, identification of the product and quantity dispensed;

8 (3) all the statutory and regulatory requirements of Kansas for 9 dispensing prescriptions in accordance with the quantities indicated by the 10 prescriber; and

(4) the Kansas law regarding the maintenance and use of the patient 11 12 medication profile record system.

(e)(d) In addition to subsection (d)(c) requirements, each nonresident 13 pharmacy shall comply with all the statutory and regulatory requirements 14 of Kansas regarding drug product selection laws whether or not such 15 16 compliance would be in conflict with specific laws or rules and regulations of the state in which the pharmacy is located, except that compliance 17 18 which that constitutes only a minor conflict with specific laws or rules and 19 regulations of the state in which the pharmacy is located would not be 20 required under this subsection.

21 (f)(e) Each nonresident pharmacy shall develop and provide the board 22 with a policy and procedure manual that sets forth:

23

(1) Normal delivery protocols and times;

(2) the procedure to be followed if the patient's medication is not 24 25 available at the nonresident pharmacy, or if delivery will be delayed beyond the normal delivery time: 26

27 (3) the procedure to be followed upon receipt of a prescription for an acute illness, which policy that shall include a procedure for delivery of 28 29 the medication to the patient from the nonresident pharmacy at the earliest possible time, or an alternative that assures the patient the opportunity to 30 31 obtain the medication at the earliest possible time; and

32 (4) the procedure to be followed when the nonresident pharmacy is 33 advised that the patient's medication has not been received within the 34 normal delivery time and that the patient is out of medication and requires 35 interim dosage until mailed prescription drugs become available.

36 (g) Except in emergencies that constitute an immediate threat to the 37 public health and require prompt action by the board, the board may file a 38 complaint against any nonresident pharmacy that violates any provision of 39 this section. This complaint shall be filed with the regulatory or licensing agency of the state in which the nonresident pharmacy is located. If the 40 regulatory or licensing agency of the state in which the nonresident-41 pharmaey is located fails to resolve the violation complained of within a 42 43 reasonable time, not less than 180 days from the date that the complaint is

filed, disciplinary proceedings may be initiated by the board. The board
 also may initiate disciplinary actions against a nonresident pharmacy if the
 regulatory or licensing agency of the state in which the nonresident pharmacy is located lacks or fails to exercise jurisdiction.

5 (f) The board may limit, condition, revoke, suspend, place in a 6 probationary status or publicly or privately censure a registration or deny 7 an application for issuance or renewal of any registration on any ground 8 that would authorize the board to take action against the registration of a 9 pharmacy under K.S.A. 65-1627, and amendments thereto.

10 (h)(g) The board shall adopt rules and regulations that make exceptions to the requirement of registration by a nonresident pharmacy 11 12 when the out-of-state pharmacy supplies lawful refills to a patient from a 13 prescription that was originally filled and delivered to a patient within the state in which the nonresident pharmacy is located, or when the 14 15 prescriptions being mailed into the state of Kansas by a nonresident 16 pharmacy occurs only in isolated transactions. In determining whether the 17 prescriptions being mailed into the state of Kansas by a nonresident 18 pharmacy are isolated transactions, the board shall consider whether the 19 pharmacy has promoted its services in this state and whether the pharmacy 20 has a contract with any employer or organization to provide pharmacy 21 services to employees or other beneficiaries in this state.

22 (i)(*h*) It is unlawful for any nonresident pharmacy-which *that* is not 23 registered under this act to advertise its services in this state, or for any 24 person who is a resident of this state to advertise the pharmacy services of 25 a nonresident pharmacy-which *that* has not registered with the board, with 26 the knowledge that the advertisement will or is likely to induce members 27 of the public in this state to use the pharmacy to fill prescriptions.

28 (j)(*i*) Upon request of the board, the attorney general may bring an 29 action in a court of competent jurisdiction for injunctive relief to restrain a 30 violation of the provisions of this section or any rules and regulations 31 adopted by the board under authority of this section. The remedy provided 32 under this subsection shall be in addition to any other remedy provided 33 under this section or under the pharmacy act of the state of Kansas.

(k)(j) The board may adopt rules and regulations as necessary and as are consistent with this section to carry out the provisions of this section.

(1) The executive secretary of the board shall remit all moneysreceived from fees under this section to the state treasurer in accordance
with the provisions of K.S.A. 75-4215, and amendments thereto. Upon
receipt of each such remittance, the state treasurer shall deposit the entire
amount in the manner specified under K.S.A. 74-1609, and amendments
thereto.

42 (m)(k) A violation of this section is a severity level 10, nonperson 43 felony. 1 $\frac{(n)(l)}{2}$ This section shall be part of and supplemental to the pharmacy 2 act of the state of Kansas.

3 Sec. 9. K.S.A. 65-1658 is hereby amended to read as follows: 65-4 1658. The state board of pharmacy, in addition to any other penalty 5 prescribed under the pharmacy act of the state of Kansas, may assess a 6 civil fine, after notice and an opportunity to be heard in accordance with 7 the Kansas administrative procedure act, against any licensee or registrant 8 under-subsections (a), (c), (d) and (e) of K.S.A. 65-1627(a), (c), (d), (e) and (f), 65-1657, 65-1663 and 65-1676, and amendments thereto, for 9 10 violation of the pharmacy act of the state of Kansas or rules and regulations of the state board of pharmacy adopted under the pharmacy act 11 12 of the state of Kansas or for violation of the state or federal uniform 13 controlled substances act or rules and regulations of the state board of pharmacy adopted under the state or federal uniform controlled substances 14 15 act, in an amount not to exceed \$5,000 for each violation. All fines 16 assessed and collected under this section shall be remitted to the state 17 treasurer in accordance with the provisions of K.S.A. 75-4215, and 18 amendments thereto. Of the amount so remitted, an amount equal to the 19 board's actual costs related to the case in which the fine was assessed, as 20 certified by the president of the board executive secretary to the state 21 treasurer, shall be credited to the state board of pharmacy fee fund, and the 22 balance shall be credited to the state general fund.

23 Sec. 10. K.S.A. 65-1663 is hereby amended to read as follows: 65-24 1663. (a) It shall be unlawful for any person to function as a pharmacy 25 technician in this state unless such person is registered with the board as a pharmacy technician. Every person registered as a pharmacy technician 26 27 shall have graduated from an accredited high school or its equivalent, 28 obtained a graduate equivalent diploma-(, GED), or be enrolled and in 29 good standing in a high school education program. Every person registered 30 as a pharmacy technician shall pass one or more examinations identified 31 and approved by the board within the period or periods of time specified 32 by the board after becoming registered. The board shall adopt rules and 33 regulations identifying the required examinations, when they must be 34 passed and establishing the criteria for the required examinations and passing scores. The board may include as a required examination any 35 36 national pharmacy technician certification examination. The board shall 37 adopt rules and regulations restricting the tasks a pharmacy technician may 38 perform prior to passing any required examinations.

(b) All applications for registration shall be made on a form to be
prescribed and furnished by the board. Each application for registration
shall be accompanied by a registration fee fixed by the board by rule and
regulation not to exceed \$50.

43 (c) The board shall take into consideration any felony conviction of

an applicant, but such conviction shall not automatically operate as a bar to
 registration.

3 (d) Except as otherwise provided in this subsection, each pharmacy 4 technician registration issued by the board shall expire every two years. 5 The expiration date shall be established by rules and regulations adopted 6 by the board. To provide for a system of biennial renewal of pharmacy 7 technician registrations, the board may provide by rules and regulations 8 that registrations issued or renewed may expire less than two years from 9 the date of issuance or renewal. Each applicant for renewal of a pharmacy 10 technician registration shall be made on a form prescribed and furnished by the board and shall be accompanied by a renewal fee fixed by the board 11 12 by rule and regulation not to exceed \$25. Pharmacy technician registration renewal fees may be prorated for registration periods which are less than 13 14 biennial in accordance with rules and regulations of the board. Except as otherwise provided in this subsection, the application for registration 15 16 renewal, when accompanied by the renewal fee and evidence satisfactory 17 to the board that the person has successfully complied with the rules and 18 regulations of the board establishing the requirements for a program of 19 continuing pharmacy technician education and received by the secretary 20 on or before the date of expiration of the registration, shall have the effect 21 of temporarily renewing the applicant's registration until actual issuance or 22 denial of the renewal registration. If at the time of filing a proceeding is 23 pending before the board which may result in the suspension, probation, 24 revocation or denial of the applicant's registration, the board may by 25 emergency order declare that the application for renewal shall not have the effect of temporarily renewing such applicant's registration. If the renewal 26 27 fee is not paid prior to the expiration date of the renewal year, the 28 registration is void.

(e) Continuing pharmacy technician education requirements shall be
fixed by the board at not more than 20 clock hours biennially of a program
of continuing education approved by the board. Continuing education
hours may be prorated for licensure periods that are less than biennial in
accordance with rules and regulations of the board.

(f) (1) The board may limit, *condition, revoke,* suspend-or revoke, *place in a probationary status or publicly or privately censure* a
registration or deny an application for issuance or renewal of any
registration as a pharmacy technician on any ground, which would
authorize the board to take action against the license of a pharmacist under
K.S.A. 65-1627, and amendments thereto.

40 (2) The board may require a physical or mental examination, or both, 41 of a person applying for or registered as a pharmacy technician.

42 (3) The board may temporarily suspend or temporarily limit the 43 registration of any pharmacy technician in accordance with the emergency 1 adjudicative proceedings under the Kansas administrative procedure act if

2 the board determines that there is cause to believe that grounds exist for 3 disciplinary action under this section against the registrant and that the 4 registrant's continuation of pharmacy technician functions would constitute 5 an imminent danger to the public health and safety.

6 (4) Proceedings under this section shall be subject to the Kansas 7 administrative procedure act.

8 (g) Every registered pharmacy technician, within 30 days of obtaining 9 new employment or ceasing employment as a pharmacy technician, shall 10 notify the secretary of the name and address of the new employer or 11 cessation of employment.

(h) Every pharmacy technician who changes their residential address,
email address or legal name shall, within 30 days thereof, notify the
secretary of such change on a form prescribed and furnished by the board.

(i) Each pharmacy shall at all times maintain a list of the names of 15 16 pharmacy technicians employed by the pharmacy. A pharmacy technician 17 shall work under the direct supervision and control of a pharmacist, and 18 while on duty, shall wear a name badge or similar identification with the 19 pharmacy technician's name and designation as a pharmacy technician. It shall be the responsibility of the supervising pharmacist to determine that 20 21 the pharmacy technician is in compliance with the applicable rules and 22 regulations of the board, and the supervising pharmacist shall be 23 responsible for the acts and omissions of the pharmacy technician in the 24 performance of the pharmacy technician's duties. The ratio of pharmacy 25 technicians to pharmacists in the prescription area of a pharmacy shall be prescribed by the board by rule and regulation. Any change in the ratio of 26 27 pharmacy technicians to pharmacists in the prescription area of the 28 pharmacy must be adopted by a vote of no less than six members of the 29 board.

(j) Every registered pharmacy technician shall display the current
 registration in that part of the place of business in which such person is
 engaged in pharmacy technician activities.

(k) Every pharmacy technician registered after July 1, 2017, shall be
 required to pass a certified pharmacy technician examination approved by
 the board.

(1) The board shall adopt such rules and regulations as are necessary
to ensure that pharmacy technicians are adequately trained as to the nature
and scope of their lawful duties.

(m) The board may adopt rules and regulations as may be necessaryto carry out the purposes and enforce the provisions of this act.

(n) This section shall be part of and supplemental to the pharmacy actof the state of Kansas.

43 Sec. 11. K.S.A. 65-1676 is hereby amended to read as follows: 65-

1 1676. (a) It shall be unlawful for any person to function as a pharmacist
2 intern in this state unless such person is registered with the board as a
3 pharmacist intern.

4 (b) All applications for registration shall be made on a form to be 5 prescribed and furnished by the board. Each application for registration 6 shall be accompanied by a registration fee fixed by the board by rule and 7 regulation not to exceed \$25.

8 (c) Each pharmacist intern registration issued by the board shall 9 expire six years from the date of issuance.

10 (d) (1) The board may limit, *condition, revoke,* suspend-or revoke, 11 *place in a probationary status or publicly or privately censure* a 12 registration or deny an application for issuance or renewal of any 13 registration as a pharmacist intern on any ground that would authorize the 14 board to take action against the license of a pharmacist under K.S.A. 65-15 1627, and amendments thereto.

16 (2) The board may temporarily suspend or temporarily limit the 17 registration of any pharmacist intern in accordance with the emergency 18 adjudicative proceedings under the Kansas administrative procedure act, if 19 the board determines that there is cause to believe that grounds exist for 20 disciplinary action under this section against the registrant and that the 21 registrant's continuation of pharmacist intern functions would constitute an 22 imminent danger to the public health and safety.

23 (3) Proceedings under this section shall be subject to the Kansas24 administrative procedure act.

(e) Every registered pharmacist intern, within 30 days of obtaining
new employment, shall furnish the secretary notice of the name and
address of the new employer.

(f) Every pharmacist intern who changes their residential address,
email address or legal name shall, within 30 days thereof, notify the
secretary of such change on a form prescribed and furnished by the board.

31 (g) Each pharmacy shall at all times maintain a list of the names of 32 pharmacist interns employed by the pharmacy. A pharmacist intern shall 33 work under the direct supervision and control of a pharmacist. It shall be 34 the responsibility of the supervising pharmacist to determine that the pharmacist intern is in compliance with the applicable rules and 35 36 regulations of the board, and the supervising pharmacist shall be 37 responsible for the acts and omissions of the pharmacist intern in the 38 performance of the pharmacist intern's duties.

(h) A person holding a pharmacist intern registration shall display
such registration in that part of the place of business in which such person
is engaged in pharmacist intern activities.

42 (i) The board shall adopt such rules and regulations as are necessary43 to ensure that pharmacist interns are adequately trained as to the nature

and scope of their lawful duties. The board may adopt rules and
 regulations as may be necessary to carry out the purposes of and enforce
 the provisions of this section.

4 (j) This section shall be part of and supplemental to the pharmacy act 5 of the state of Kansas.

- 6 Sec. 12. K.S.A. 65-1627, 65-1631, 65-1643, 65-1657, 65-1658, 65-7 1663 and 65-1676 and K.S.A. 2019 Supp. 65-1626 are hereby repealed.
- 8 Sec. 13. This act shall take effect and be in force from and after its 9 publication in the statute book.