By: Representative Warren

To: Public Health and Human Services

HOUSE BILL NO. 542

AN ACT TO AMEND SECTION 73-21-69, MISSISSIPPI CODE OF 1972, 1 TO EXTEND THE DATE OF REPEAL ON THE PROVISIONS OF LAW THAT CREATE 2 3 THE STATE BOARD OF PHARMACY AND PRESCRIBE ITS DUTIES AND POWERS; TO REENACT SECTIONS 73-21-71 THROUGH 73-21-123, MISSISSIPPI CODE OF 1972, WHICH CREATE THE STATE BOARD OF PHARMACY AND PRESCRIBE 4 5 б ITS DUTIES AND POWERS; AND FOR RELATED PURPOSES. 7 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MISSISSIPPI: SECTION 1. Section 73-21-69, Mississippi Code of 1972, is 8 amended as follows: 9 10 73-21-69. Sections 73-21-71 through 73-21-123, which create the State Board of Pharmacy and prescribe its duties and powers, 11 shall stand repealed on July 1, 2008. 12 13 SECTION 2. Section 73-21-71, Mississippi Code of 1972, is reenacted as follows: 14 73-21-71. This chapter shall be known as the "Mississippi 15 Pharmacy Practice Act." 16 17 SECTION 3. Section 73-21-73, Mississippi Code of 1972, is reenacted as follows: 18 73-21-73. As used in this chapter, unless the context 19 20 requires otherwise: (a) "Administer" shall mean the direct application of a 21 prescription drug pursuant to a lawful order of a practitioner to 22 the body of a patient by injection, inhalation, ingestion or any 23 24 other means. "Board of Pharmacy," "Pharmacy Board," "MSBP" or 25 (b) "board" shall mean the State Board of Pharmacy. 26 27 (C) "Compounding" means (i) the production, 28 preparation, propagation, conversion or processing of a sterile or nonsterile drug or device either directly or indirectly by 29 *HR40/R990* H. B. No. 542 G3/5 06/HR40/R990 PAGE 1 (RF\BD)

extraction from substances of natural origin or independently by 30 31 means of chemical or biological synthesis or from bulk chemicals 32 or the preparation, mixing, measuring, assembling, packaging or 33 labeling of a drug or device as a result of a practitioner's 34 prescription drug order or initiative based on the 35 practitioner/patient/pharmacist relationship in the course of 36 professional practice, or (ii) for the purpose of, as an incident to, research, teaching or chemical analysis and not for sale or 37 dispensing. Compounding also includes the preparation of drugs or 38 39 devices in anticipation of prescription drug orders based on 40 routine regularly observed prescribing patterns.

(d) "Continuing education unit" shall mean ten (10)
clock hours of study or other such activity as may be approved by
the board, including, but not limited to, all programs which have
been approved by the American Council on Pharmaceutical Education.

45 (e) "Deliver" or "delivery" shall mean the actual,
46 constructive or attempted transfer of a drug or device from one
47 person to another, whether or not for a consideration.

(f) "Device" shall mean an instrument, apparatus, implement, machine, contrivance, implant, in vitro reagent or other similar or related article, including any component part or accessory which is required under federal or state law to be prescribed by a practitioner and dispensed by a pharmacist.

(g) "Dispense" or "dispensing" shall mean the interpretation of a valid prescription, order of a practitioner by a pharmacist and the subsequent preparation of the drug or device for administration to or use by a patient or other individual entitled to receive the drug.

(h) "Distribute" shall mean the delivery of a drug or
device other than by administering or dispensing to persons other
than the ultimate consumer.

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(i) "Drug" shall mean:

H. B. No. 542 *HR40/R990* 06/HR40/R990 PAGE 2 (RF\BD) 62 (i) Articles recognized as drugs in the official
63 United States Pharmacopeia, official National Formulary, official
64 Homeopathic Pharmacopeia, other drug compendium or any supplement
65 to any of them;

(ii) Articles intended for use in the diagnosis,
cure, mitigation, treatment or prevention of disease in man or
other animals;

(iii) Articles other than food intended to affect
the structure or any function of the body of man or other animals;
and

(iv) Articles intended for use as a component of
any articles specified in subparagraph (i), (ii) or (iii) of this
paragraph.

(j) "Drugroom" shall mean a business, which does not require the services of a pharmacist, where prescription drugs or prescription devices are bought, sold, maintained or provided to consumers.

(k) "Extern" shall mean a student in the professional program of a school of pharmacy accredited by the American Council on Pharmaceutical Education who is making normal progress toward completion of a professional degree in pharmacy.

83 (1) "Foreign pharmacy graduate" shall mean a person whose undergraduate pharmacy degree was conferred by a recognized 84 school of pharmacy outside of the United States, the District of 85 86 Columbia and Puerto Rico. Recognized schools of pharmacy are those colleges and universities listed in the World Health 87 88 Organization's World Directory of Schools of Pharmacy, or 89 otherwise approved by the Foreign Pharmacy Graduate Examination Committee (FPGEC) certification program as established by the 90 National Association of Boards of Pharmacy. 91

92 (m) "Generic equivalent drug product" shall mean a drug 93 product which (i) contains the identical active chemical 94 ingredient of the same strength, quantity and dosage form; (ii) is H. B. No. 542 *HR40/R990* 06/HR40/R990 PAGE 3 (RF\BD) 95 of the same generic drug name as determined by the United States 96 Adoptive Names and accepted by the United States Food and Drug 97 Administration; and (iii) conforms to such rules and regulations 98 as may be adopted by the board for the protection of the public to 99 assure that such drug product is therapeutically equivalent.

(n) "Interested directly" shall mean being employed by,
having full or partial ownership of, or control of, any facility
permitted or licensed by the Mississippi State Board of Pharmacy.

103 (o) "Interested indirectly" shall mean having a spouse
104 who is employed by any facility permitted or licensed by the
105 Mississippi State Board of Pharmacy.

106 (p) "Intern" shall mean a person who has graduated from 107 a school of pharmacy but has not yet become licensed as a 108 pharmacist.

(q) "Manufacturer" shall mean a person, business or other entity engaged in the production, preparation, propagation, conversion or processing of a prescription drug or device, if such actions are associated with promotion and marketing of such drugs or devices.

(r) "Manufacturer's distributor" shall mean any person or business who is not an employee of a manufacturer, but who distributes sample drugs or devices, as defined under subsection (i) of this section, under contract or business arrangement for a manufacturer to practitioners.

119 "Manufacturing" of prescription products shall mean (s) 120 the production, preparation, propagation, conversion or processing 121 of a drug or device, either directly or indirectly, by extraction 122 from substances from natural origin or independently by means of chemical or biological synthesis, or from bulk chemicals and 123 includes any packaging or repackaging of the substance(s) or 124 125 labeling or relabeling of its container, if such actions are 126 associated with promotion and marketing of such drug or devices.

H. B. No. 542 *HR40/R990* 06/HR40/R990 PAGE 4 (RF\BD) (t) "Misappropriation of a prescription drug" shall mean to illegally or unlawfully convert a drug, as defined in subsection (i) of this section, to one's own use or to the use of another.

(u) "Nonprescription drugs" shall mean nonnarcotic medicines or drugs that may be sold without a prescription and are prepackaged and labeled for use by the consumer in accordance with the requirements of the statutes and regulations of this state and the federal government.

136 (v) "Person" shall mean an individual, corporation,137 partnership, association or any other legal entity.

(w) "Pharmacist" shall mean an individual health care provider licensed by this state to engage in the practice of pharmacy. This recognizes a pharmacist as a learned professional who is authorized to provide patient services.

(x) "Pharmacy" shall mean any location for which a pharmacy permit is required and in which prescription drugs are maintained, compounded and dispensed for patients by a pharmacist. This definition includes any location where pharmacy-related services are provided by a pharmacist.

(y) "Prepackaging" shall mean the act of placing small precounted quantities of drug products in containers suitable for dispensing or administering in anticipation of prescriptions or orders.

(z) Unlawful or unauthorized "possession" shall mean
physical holding or control by a pharmacist of a controlled
substance outside the usual and lawful course of employment.

"Practice of pharmacy" shall mean a health care 154 (aa) service that includes, but is not limited to, the compounding, 155 156 dispensing, and labeling of drugs or devices; interpreting and 157 evaluating prescriptions; administering and distributing drugs and 158 devices; the compounding, dispensing and labeling of drugs and 159 devices; maintaining prescription drug records; advising and *HR40/R990* 542 H. B. No.

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consulting concerning therapeutic values, content, hazards and 160 161 uses of drugs and devices; initiating or modifying of drug therapy 162 in accordance with written guidelines or protocols previously 163 established and approved by the board; selecting drugs; 164 participating in drug utilization reviews; storing prescription 165 drugs and devices; ordering lab work in accordance with written 166 guidelines or protocols as defined by paragraph (jj) of this 167 section; providing pharmacotherapeutic consultations; supervising 168 supportive personnel and such other acts, services, operations or 169 transactions necessary or incidental to the conduct of the 170 foregoing.

(bb) "Practitioner" shall mean a physician, dentist,
veterinarian, or other health care provider authorized by law to
diagnose and prescribe drugs.

174 (cc) "Prescription" shall mean a written, verbal or 175 electronically transmitted order issued by a practitioner for a 176 drug or device to be dispensed for a patient by a pharmacist.

(dd) "Prescription drug" or "legend drug" shall mean a drug which is required under federal law to be labeled with either of the following statements prior to being dispensed or delivered:

180 (i) "Caution: Federal law prohibits dispensing181 without prescription," or

(ii) "Caution: Federal law restricts this drug to use by or on the order of a licensed veterinarian"; or a drug which is required by any applicable federal or state law or regulation to be dispensed on prescription only or is restricted to use by practitioners only.

187 (ee) "Product selection" shall mean the dispensing of a
188 generic equivalent drug product in lieu of the drug product
189 ordered by the prescriber.

(ff) "Provider" or "primary health care provider" shall include a pharmacist who provides health care services within his or her scope of practice pursuant to state law and regulation.

H. B. No. 542 *HR40/R990* 06/HR40/R990 PAGE 6 (RF\BD) 193 (gg) "Registrant" shall mean a pharmacy or other entity 194 which is registered with the Mississippi State Board of Pharmacy 195 to buy, sell or maintain controlled substances.

(hh) "Repackager" means a person registered by the Federal Food and Drug Administration as a repackager who removes a prescription drug product from its marketed container and places it into another, usually of smaller size, to be distributed to persons other than the consumer.

(ii) "Supportive personnel" or "pharmacist technician"
shall mean those individuals utilized in pharmacies whose
responsibilities are to provide nonjudgmental technical services
concerned with the preparation and distribution of drugs under the
direct supervision and responsibility of a pharmacist.

(jj) "Written guideline or protocol" shall mean an agreement in which any practitioner authorized to prescribe drugs delegates to a pharmacist authority to conduct specific prescribing functions in an institutional setting, or with individual patients, provided that a specific protocol agreement is signed on each patient and is filed as required by law or by rule or regulation of the board.

(kk) "Wholesaler" shall mean a person who buys or otherwise acquires prescription drugs or prescription devices for resale or distribution, or for repackaging for resale or distribution, to persons other than consumers.

217 SECTION 4. Section 73-21-75, Mississippi Code of 1972, is
218 reenacted as follows:

219 73-21-75. (1) The State Board of Pharmacy created by former Section 73-21-9 is hereby continued and reconstituted as follows: 220 The board shall consist of seven (7) appointed members. At least 221 222 one (1) appointment shall be made from each congressional 223 district. Each appointed member of the board shall be appointed 224 by the Governor, with the advice and consent of the Senate, from a 225 list of five (5) names submitted by the Mississippi Pharmacists *HR40/R990* 542 H. B. No.

06/HR40/R990PAGE 7 (RF\BD) 226 Association, with input from the Magnolia Pharmaceutical Society 227 and other pharmacist associations or societies. Of the members appointed, one (1) shall, at the time of appointment, have had 228 229 five (5) years' experience as a pharmacist at a facility holding 230 an institutional permit, and one (1) shall, at the time of appointment, have had five (5) years' experience as a pharmacist 231 232 at a facility holding a retail permit. Any person appointed to 233 the board shall be limited to two (2) full terms of office during 234 any fifteen-year period, including any member serving on May 14, 1992. 235

236 (2) The members of the board appointed and serving prior to July 1, 1983, whose terms have not expired by July 1, 1983, shall 237 238 serve the balance of their terms as members of the reconstituted 239 board, and they shall be considered to be from the same 240 congressional districts from which they were originally appointed if they still reside therein, even if the district boundaries have 241 242 changed subsequent to their original appointments. The Governor 243 shall appoint the remaining members of the reconstituted board in 244 the manner prescribed in subsection (1) of this section on July 1, The initial members of the reconstituted board shall serve 245 1983. 246 terms of office as follows:

(a) The term of the member from the First Congressional
District shall expire on July 1, 1984; and from and after July 1,
1996, this appointment shall be designated as Post 1.

(b) The term of the member from the Second
Congressional District shall expire on July 1, 1988; and from and
after July 1, 1996, this appointment shall be designated as Post
2.

(c) The term of the member from the Third Congressional
District shall expire on July 1, 1986; and from and after July 1,
1996, this appointment shall be designated as Post 3.

(d) The term of the member from the Fourth Congressional District shall expire on July 1, 1985; and from and H. B. No. 542 *HR40/R990* 06/HR40/R990 PAGE 8 (RF\BD) 259 after July 1, 1996, this appointment shall be designated as Post 260 4.

(e) The term of the member from the Fifth Congressional
District shall expire on July 1, 1987; and from and after July 1,
1996, this appointment shall be designated as Post 5.

(f) The term of one (1) of the members from the state at large shall expire on July 1, 1985; and from and after July 1, 1996, this appointment shall be designated as Post 6.

(g) The term of the other member from the state at
large shall expire on July 1, 1988; and from and after July 1,
1996, this appointment shall be designated as Post 7.

The appointments of members from congressional districts as provided under this section shall be made from the congressional districts as they existed on July 1, 2001.

273 (3) At the expiration of a term, members of the board shall 274 be appointed in the manner prescribed in subsection (1) of this section for terms of five (5) years from the expiration date of 275 276 the previous terms. Any vacancy on the board prior to the 277 expiration of a term for any reason, including resignation, 278 removal, disqualification, death or disability, shall be filled by 279 appointment of the Governor in the manner prescribed in subsection 280 (1) of this section for the balance of the unexpired term. The 281 Mississippi Pharmacists Association, with input from the Magnolia Pharmaceutical Society and other pharmacist associations or 282 283 societies, shall submit a list of nominees no more than thirty 284 (30) days after a vacancy occurs, and the Governor shall fill such 285 vacancies within ninety (90) days after each such vacancy occurs. 286 To be qualified to be a member of the board, a person (4) 287 shall:

(a) Be an adult citizen of Mississippi for a period of
at least five (5) years preceding his appointment to the board;
(b) Be a pharmacist licensed and in good standing to
practice pharmacy in the State of Mississippi;

H. B. No. 542 *HR40/R990* 06/HR40/R990 PAGE 9 (RF\BD) 292 (c) Have at least five (5) years' experience as a 293 pharmacist; and

(d) Be actively engaged full time in the practice of 294 295 pharmacy in Mississippi.

296 (5) The Governor may remove any or all members of the board 297 on proof of unprofessional conduct, continued absence from the 298 state, or for failure to perform the duties of his office. Anv 299 member who shall not attend two (2) consecutive meetings of the 300 board for any reason other than illness of such member shall be subject to removal by the Governor. The president of the board 301 302 shall notify the Governor in writing when any such member has 303 failed to attend two (2) consecutive regular meetings. No removal 304 shall be made without first giving the accused an opportunity to 305 be heard in refutation of the charges made against him, and he 306 shall be entitled to receive a copy of the charges at the time of 307 filing.

SECTION 5. Section 73-21-77, Mississippi Code of 1972, is 308 309 reenacted as follows:

310 73-21-77. (1) Each person appointed as a member of the 311 board shall qualify by taking the oath prescribed by the 312 Constitution for the state officers, and shall file certificate 313 thereof in the Office of the Secretary of State within fifteen 314 (15) days after his appointment.

(2) There shall be a president of the board and such other 315 316 officers as deemed necessary by the board elected by and from its 317 membership.

318 (3) The board shall meet at least once each quarter to transact business, and may meet at such additional times as it may 319 deem necessary. Such additional meetings may be called by the 320 321 president of the board or a majority of the members of the board. 322 (4) The place for each meeting shall be determined prior to 323 giving notice of such meeting and shall not be changed after such 324 notice is given without adequate subsequent notice.

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325 (5) A majority of the members of the board shall constitute 326 a quorum for the conduct of the meeting and all actions of the 327 board shall be by a majority.

328 (6) Each member of the board shall receive a per diem as 329 provided in Section 25-3-69, not to exceed thirty (30) days in any 330 one (1) period of twelve (12) months, for each day actually 331 engaged in meetings of the board, together with necessary 332 traveling and other expenses as provided in Section 25-3-41.

333 SECTION 6. Section 73-21-79, Mississippi Code of 1972, is
334 reenacted as follows:

335 73-21-79. (1) The board shall employ an executive director 336 of the board. The executive director shall be a citizen of 337 Mississippi and a pharmacist licensed and in good standing to 338 practice pharmacy in the State of Mississippi, who has had five 339 (5) years' experience as a pharmacist.

340 (2) The executive director shall receive a salary to be set 341 by the board, subject to the approval of the State Personnel 342 Board, and shall be entitled to necessary expenses incurred in the 343 performance of his official duties. He shall devote full time to 344 the duties of his office and shall not be interested directly or 345 indirectly as defined in Section 73-21-73 in the operation of a 346 pharmacy in Mississippi or any other facility permitted by the 347 board or engaged in any other business that will interfere with the duties of his office. 348

349 (3) The duties and responsibilities of the executive
350 director shall be defined by rules and regulations prescribed by
351 the board.

(4) The board may, in its discretion, employ persons in addition to the executive director in such other positions or capacities as it deems necessary to the proper conduct of board business. Any pharmacist-investigator employed by the board may have other part-time employment, provided that he shall not accept any employment that would cause a conflict of interest in his

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H. B. No. 542 06/HR40/R990 PAGE 11 (RF\BD) 358 pharmacist-investigator duties. The board may employ legal 359 counsel to assist in the conduct of its business.

360 SECTION 7. Section 73-21-81, Mississippi Code of 1972, is
361 reenacted as follows:

362 73-21-81 The responsibility for the enforcement of the 363 provisions of this chapter shall be vested in the board. The 364 board shall have all of the duties, powers and authority 365 specifically granted by and necessary to the enforcement of this 366 The board may make, adopt, amend and repeal such rules chapter. 367 and regulations as may be deemed necessary by the board from time 368 to time for the proper administration and enforcement of this 369 chapter, in accordance with the provisions of the Mississippi 370 Administrative Procedures Law (Section 25-43-1 et seq.).

371 SECTION 8. Section 73-21-83, Mississippi Code of 1972, is 372 reenacted as follows:

373 73-21-83. (1) The board shall be responsible for the 374 control and regulation of the practice of pharmacy, to include the 375 regulation of pharmacy externs or interns and pharmacist technicians, in this state, the regulation of the wholesaler 376 377 distribution of drugs and devices as defined in Section 73-21-73, 378 and the distribution of sample drugs or devices by manufacturer's 379 distributors as defined in Section 73-21-73 by persons other than 380 the original manufacturer or distributor in this state.

381 (2) A license for the practice of pharmacy shall be obtained 382 by all persons prior to their engaging in the practice of pharmacy. However, the provisions of this chapter shall not apply 383 384 to physicians, dentists, veterinarians, osteopaths or other 385 practitioners of the healing arts who are licensed under the laws 386 of the State of Mississippi and are authorized to dispense and 387 administer prescription drugs in the course of their professional 388 practice.

389 (3) The initial licensure fee shall be set by the board but390 shall not exceed Two Hundred Dollars (\$200.00).

H. B. No. 542 *HR40/R990* 06/HR40/R990 PAGE 12 (RF\BD) 391 (4) All students actively enrolled in a professional school 392 of pharmacy accredited by the American Council on Pharmaceutical 393 Education who are making satisfactory progress toward graduation 394 and who act as an extern or intern under the direct supervision of 395 a pharmacist in a location permitted by the Board of Pharmacy must 396 obtain a pharmacy student registration prior to engaging in such 397 activity. The student registration fee shall be set by the board 398 but shall not exceed One Hundred Dollars (\$100.00).

399 (5) All persons licensed to practice pharmacy prior to July
400 1, 1991, by the State Board of Pharmacy under Section 73-21-89
401 shall continue to be licensed under the provisions of Section
402 73-21-91.

403 **SECTION 9.** Section 73-21-85, Mississippi Code of 1972, is 404 reenacted as follows:

405 73-21-85. (1) To obtain a license to engage in the practice 406 of pharmacy by examination, or by score transfer, the applicant 407 shall:

408 (a) Have submitted a written application on the form409 prescribed by the board;

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(b) Be of good moral character;

411 (c) Have graduated from a school or college of pharmacy 412 accredited by the American Council of Pharmaceutical Education and 413 have been granted a pharmacy degree therefrom;

414 (d) Have successfully passed an examination approved by 415 the board;

(e) Have paid all fees specified by the board for
examination, not to exceed the cost to the board of administering
the examination;

(f) Have paid all fees specified by the board for licensure; and

421 (g) Have submitted evidence of externship and/or422 internship as specified by the board.

H. B. No. 542 *HR40/R990* 06/HR40/R990 PAGE 13 (RF\BD) 423 (2) To obtain a license to engage in the practice of 424 pharmacy, a foreign pharmacy graduate applicant shall obtain the National Association of Boards of Pharmacy's Foreign Pharmacy 425 426 Graduate Examination Committee's certification, which shall 427 include, but not be limited to, successfully passing the Foreign 428 Pharmacy Graduate Equivalency Examination and attaining a total 429 score of at least five hundred fifty (550) on the Test of English as a Foreign Language (TOEFL), and shall: 430

431 (a) Have submitted a written application on the form432 prescribed by the board;

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(b) Be of good moral character;

434 (c) Have graduated and been granted a pharmacy degree 435 from a college or school of pharmacy recognized and approved by 436 the National Association of Boards of Pharmacy's Foreign Pharmacy 437 Graduate Examination Committee;

(d) Have paid all fees specified by the board for
examination, not to exceed the cost to the board of administering
the examination;

441 (e) Have successfully passed an examination approved by 442 the board;

(f) Have completed the number of internship hours asset forth by regulations of the board; and

(g) Have paid all fees specified by the board forlicensure.

447 (3) Each application or filing made under this section shall
448 include the social security number(s) of the applicant in
449 accordance with Section 93-11-64.

450 To insure that all applicants are of good moral (4) character, the board shall conduct a criminal history records 451 452 check on all applicants for a license. In order to determine the applicant's suitability for licensing, the applicant shall be 453 454 fingerprinted. The board shall submit the fingerprints to the 455 Department of Public Safety for a check of the state criminal *HR40/R990* H. B. No. 542 06/HR40/R990

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records and forwarded to the Federal Bureau of Investigation for a 456 check of the national criminal records. The Department of Public 457 Safety shall disseminate the results of the state check and the 458 459 national check to the board for a suitability determination. The 460 board shall be authorized to collect from the applicant the amount 461 of the fee that the Department of Public Safety charges the board 462 for the fingerprinting, whether manual or electronic, and the 463 state and national criminal history records checks.

464 **SECTION 10.** Section 73-21-87, Mississippi Code of 1972, is 465 reenacted as follows:

466 73-21-87. (1) To obtain a license to engage in the practice 467 of pharmacy by reciprocity or license transfer, the applicant 468 shall:

469 (a) Have submitted a written application on the form470 prescribed by the board;

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(b) Be of good moral character;

472 (c) Have possessed at the time of initial licensure as
473 a pharmacist such other qualifications necessary to have been
474 eligible for licensure at that time in that state;

(d) Have presented to the board proof that any license or licenses granted to the applicant by any other states have not been suspended, revoked, cancelled or otherwise restricted for any reason except nonrenewal or the failure to obtain required continuing education credits; and

480 (e) Have paid all fees specified by the board for481 licensure.

482 (2) No applicant shall be eligible for licensure by 483 reciprocity or license transfer or unless the state in which the 484 applicant was initially licensed also grants a reciprocal license 485 or transfer license to pharmacists licensed by this state under 486 like circumstances and conditions.

H. B. No. 542 *HR40/R990* 06/HR40/R990 PAGE 15 (RF\BD) 487 (3) Each application or filing made under this section shall488 include the social security number(s) of the applicant in

489 accordance with Section 93-11-64, Mississippi Code of 1972.

490 SECTION 11. Section 73-21-89, Mississippi Code of 1972, is 491 reenacted as follows:

492 73-21-89. (1) The board shall issue a license to practice
493 pharmacy to any person, if such person be otherwise qualified,
494 upon presentation to the board of:

495 (a) Satisfactory proof that the applicant has been
496 graduated from the University of Mississippi School of Pharmacy;

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(b) Written application for licensure; and

498 (c) Payment of all fees specified by the board for499 licensure.

500 (2) The board shall not issue any new licenses pursuant to 501 this section after June 30, 1987.

502 (3) Each application or filing made under this section shall
503 include the social security number(s) of the applicant in
504 accordance with Section 93-11-64, Mississippi Code of 1972.

505 **SECTION 12.** Section 73-21-91, Mississippi Code of 1972, is 506 reenacted as follows:

507 73-21-91. (1) Every pharmacist shall renew his license508 biennially. To renew his license, a pharmacist shall:

509 (a) Submit an application for renewal on the form510 prescribed by the board;

(b) Submit satisfactory evidence of the completion in the last licensure period of such continuing education units as shall be required by the board, but in no case less than two (2) continuing education units in the last licensure period;

(c) Pay such renewal fees as required by the board, not to exceed Two Hundred Dollars (\$200.00) for each biennial licensing period, provided that the board may add a surcharge of not more than Five Dollars (\$5.00) to a license renewal fee to fund a program to aid impaired pharmacists or pharmacy students. H. B. No. 542 *HR40/R990*

06/HR40/R990 PAGE 16 (RF\BD) 520 Any pharmacist license renewal received postmarked after December 521 31 of the renewal period will be returned and a Fifty Dollar 522 (\$50.00) late renewal fee will be assessed prior to renewal. 523 Any pharmacist who has defaulted in license renewal may (2)524 be reinstated within two (2) years upon payment of renewal fees in 525 arrears and presentation of evidence of the required continuing education. Any pharmacist defaulting in license renewal for a 526 period in excess of two (2) years shall be required to 527 528 successfully complete the examination given by the board pursuant to Section 73-21-85 before being eligible for reinstatement as a 529 530 pharmacist in Mississippi, or shall be required to appear before the board to be examined for his competence and knowledge of the 531 532 practice of pharmacy, and may be required to submit evidence of continuing education. If such person is found fit by the board to 533 practice pharmacy in this state, the board may reinstate his 534 license to practice pharmacy upon payment of all renewal fees in 535 536 arrears.

537 (3) Each application or filing made under this section shall
538 include the social security number(s) of the applicant in
539 accordance with Section 93-11-64, Mississippi Code of 1972.

540 **SECTION 13.** Section 73-21-93, Mississippi Code of 1972, is 541 reenacted as follows:

542 73-21-93. (1) The examination for licensure required under 543 Section 73-21-85 shall be given by the board at least once during 544 each year. The board shall determine the content and subject 545 matter of each examination, the place, time and date of the 546 administration of the examination and those persons who have 547 successfully passed the examination.

548 (2) The examination shall be prepared to measure the 549 competence of the applicant to engage in the practice of pharmacy. 550 The board may employ and cooperate with any organization or 551 consultant in the preparation and grading of an appropriate 552 examination, but shall retain the sole discretion and

H. B. No. 542 *HR40/R990* 06/HR40/R990 PAGE 17 (RF\BD) 553 responsibility of determining which applicants have successfully 554 passed such an examination.

555 (3) The board shall have authority to use the laboratories 556 of the school of pharmacy and other facilities of the University 557 of Mississippi for the purpose of examining applicants.

558 SECTION 14. Section 73-21-95, Mississippi Code of 1972, is 559 reenacted as follows:

560 73-21-95. The assistant pharmacist license is hereby 561 abolished after April 30, 1984. The board shall issue a license 562 to practice pharmacy to those persons presently holding an 563 assistant pharmacist license upon their meeting the requirements 564 of Section 73-21-91.

565 **SECTION 15.** Section 73-21-97, Mississippi Code of 1972, is 566 reenacted as follows:

567 73-21-97. (1) The board may refuse to issue or renew, or 568 may suspend, reprimand, revoke or restrict the license, 569 registration or permit of any person upon one or more of the 570 following grounds:

571 (a) Unprofessional conduct as defined by the rules and 572 regulations of the board;

573 (b) Incapacity of a nature that prevents a pharmacist 574 from engaging in the practice of pharmacy with reasonable skill, 575 confidence and safety to the public;

576 (c) Being found guilty by a court of competent 577 jurisdiction of one or more of the following:

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(i) A felony;

579 (ii) Any act involving moral turpitude or gross 580 immorality; or

(iii) Violation of pharmacy or drug laws of this
state or rules or regulations pertaining thereto, or of statutes,
rules or regulations of any other state or the federal government;

H. B. No. 542 *HR40/R990* 06/HR40/R990 PAGE 18 (RF\BD) (d) Fraud or intentional misrepresentation by a
585 licensee or permit holder in securing the issuance or renewal of a
586 license or permit;

587 (e) Engaging or aiding and abetting an individual to 588 engage in the practice of pharmacy without a license;

589 (f) Violation of any of the provisions of this chapter590 or rules or regulations adopted pursuant to this chapter;

(g) Failure to comply with lawful orders of the board;
(h) Negligently or willfully acting in a manner
inconsistent with the health or safety of the public;

594 (i) Addiction to or dependence on alcohol or controlled
595 substances or the unauthorized use or possession of controlled
596 substances;

597

(j) Misappropriation of any prescription drug;

(k) Being found guilty by the licensing agency in another state of violating the statutes, rules or regulations of that jurisdiction; or

601 (1) The unlawful or unauthorized possession of a602 controlled substance.

603 (2) In lieu of suspension, revocation or restriction of a 604 license as provided for above, the board may warn or reprimand the 605 offending pharmacist.

606 In addition to the grounds specified in subsection (1) (3) of this section, the board shall be authorized to suspend the 607 608 license, registration or permit of any person for being out of 609 compliance with an order for support, as defined in Section 610 93-11-153. The procedure for suspension of a license, registration or permit for being out of compliance with an order 611 for support, and the procedure for the reissuance or reinstatement 612 613 of a license, registration or permit suspended for that purpose, 614 and the payment of any fees for the reissuance or reinstatement of 615 a license, registration or permit suspended for that purpose, 616 shall be governed by Section 93-11-157 or 93-11-163, as the case *HR40/R990* H. B. No. 542 06/HR40/R990

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617 may be. If there is any conflict between any provision of Section 618 93-11-157 or 93-11-163 and any provision of this chapter, the 619 provisions of Section 93-11-157 or 93-11-163, as the case may be, 620 shall control.

621 **SECTION 16.** Section 73-21-99, Mississippi Code of 1972, is 622 reenacted as follows:

623 73-21-99. (1) Disciplinary action by the board against a 624 licensee, registrant or permit holder, or license, registration or 625 permit shall require the following:

(a) A sworn affidavit filed with the board charging a
licensee or permit holder with an act which is grounds for
disciplinary action as provided in Section 73-21-97; and

629 (b) An order of the Investigations Review Committee of 630 the board which shall cause the executive director of the board to fix a time and place for a hearing by the board. The executive 631 632 director shall cause a written notice specifying the offense or 633 offenses for which the licensee or permit holder is charged and 634 notice of the time and place of the hearing to be served upon the licensee or permit holder at least thirty (30) days prior to the 635 636 hearing date. Such notice may be served by mailing a copy thereof by certified mail, postage prepaid, to the last known residence or 637 638 business address of the licensee or permit holder.

639 The board shall designate two (2) of its members to (2)serve on a rotating no longer than three-consecutive-month basis 640 641 with the executive director and legal counsel for the board as an Investigations Review Committee, and the board's investigators 642 643 shall provide status reports solely to the Investigations Review 644 Committee during monthly meetings of the board. Such reports 645 shall be made on all on-going investigations, and shall apply to 646 any routine inspections which may give rise to the filing of a 647 complaint. In the event any complaint on a licensee comes before 648 the board for possible disciplinary action, the members of the 649 board serving on the Investigations Review Committee which *HR40/R990* H. B. No. 542

06/HR40/R990 PAGE 20 (RF\BD) 650 reviewed the investigation of such complaint shall recuse 651 themselves and not participate in the disciplinary proceeding.

652 (3) The board acting by and through its Investigation Review 653 Committee may, if deemed necessary, issue a letter of reprimand to 654 any licensee, registrant or permit holder in lieu of formal action 655 by the board.

(4) The board, acting by and through its executive director, is hereby authorized and empowered to issue subpoenas for the attendance of witnesses and the production of books and papers at such hearing. Process issued by the board shall extend to all parts of the state and shall be served by any person designated by the board for such service.

(5) The accused shall have the right to appear either personally or by counsel or both to produce witnesses or evidence in his behalf, to cross-examine witnesses and to have subpoenas issued by the board.

(6) At the hearing, the board shall administer oaths as may be necessary for the proper conduct of the hearing. All hearings shall be conducted by the board, which shall not be bound by strict rules of procedure or by the laws of evidence in the conduct of its proceedings, but the determination shall be based upon sufficient evidence to sustain it.

672 Where, in any proceeding before the board, any witness (7)673 fails or refuses to attend upon a subpoena issued by the board, 674 refuses to testify, or refuses to produce any books and papers the production of which is called for by a subpoena, the attendance of 675 676 such witness, the giving of his testimony or the production of the 677 books and papers shall be enforced by any court of competent 678 jurisdiction of this state in the manner provided for the 679 enforcement of attendance and testimony of witnesses in civil cases in the courts of this state. 680

(8) The board shall, within thirty (30) days after
 conclusion of the hearing, reduce its decision to writing and
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06/HR40/R990 PAGE 21 (RF\BD) 683 forward an attested true copy thereof to the last known residence 684 or business address of such licensee or permit holder by way of 685 United States first class, certified mail, postage prepaid.

686 SECTION 17. Section 73-21-101, Mississippi Code of 1972, is 687 reenacted as follows:

688 73-21-101. (1) The right to appeal from the action of the 689 board in denying, revoking, suspending or refusing to renew any 690 license, registration or permit issued by the board, or fining or 691 otherwise disciplining any person is hereby granted. Such appeal shall be to the chancery court of the county of the residence of 692 693 the licensee or permit holder on the record made, including a 694 verbatim transcript of the testimony at the hearing. The appeal 695 shall be taken within thirty (30) days after notice of the action 696 of the board in denying, revoking, suspending or refusing to renew 697 the license or permit, or fining or otherwise disciplining the 698 The appeal shall be perfected upon filing notice of the person. appeal and by the prepayment of all costs, including the cost of 699 700 the preparation of the record of the proceedings by the board, and 701 the filing of a bond in the sum of Two Hundred Dollars (\$200.00), 702 conditioned that if the action of the board in denying, revoking, 703 suspending or refusing to renew the license or permit, or fining 704 or otherwise disciplining the person, be affirmed by the chancery 705 court, the licensee or permit holder will pay the costs of the 706 appeal and the action in the chancery court.

707 If there is an appeal, such appeal shall act as a (2) 708 The chancery court shall dispose of the appeal and supersedeas. 709 enter its decision promptly. The hearing on the appeal may, in 710 the discretion of the chancellor, be tried in vacation. The scope 711 of review of the chancery court shall be limited to a review of 712 the record made before the board to determine if the action of the 713 board is unlawful for the reason that it was (a) not supported by 714 substantial evidence, (b) arbitrary or capricious, (c) beyond the 715 power of the board to make, or (d) in violation of some statutory *HR40/R990* H. B. No. 542 06/HR40/R990

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716 or constitutional right of the appellant. The decision of the 717 chancery court may be appealed to the Supreme Court in the manner 718 provided by law.

719 (3) Actions taken by the board in suspending a license, 720 registration or permit when required by Section 93-11-157 or 721 93-11-163 are not actions from which an appeal may be taken under 722 this section. Any appeal of a suspension of a license, 723 registration or permit that is required by Section 93-11-157 or 724 93-11-163 shall be taken in accordance with the appeal procedure 725 specified in Section 93-11-157 or 93-11-163, as the case may be, 726 rather than the procedure specified in this section.

727 **SECTION 18.** Section 73-21-103, Mississippi Code of 1972, is 728 reenacted as follows:

729 73-21-103. (1) Upon the finding of the existence of grounds 730 for action against any permitted facility or discipline of any 731 person holding a license, registration or permit, seeking a 732 license, registration or permit, or seeking to renew a license or 733 permit under the provisions of this chapter, the board may impose 734 one or more of the following penalties:

(a) Suspension of the offender's license, registration
and/or permit for a term to be determined by the board;

737 (b) Revocation of the offender's license, registration738 and/or permit;

(c) Restriction of the offender's license, registration and/or permit to prohibit the offender from performing certain acts or from engaging in the practice of pharmacy in a particular manner for a term to be determined by the board;

(d) Imposition of a monetary penalty as follows:
(i) For the first violation, a monetary penalty of
not less than Two Hundred Fifty Dollars (\$250.00) nor more than
One Thousand Dollars (\$1,000.00) for each violation;
(ii) For the second violation and subsequent

748 violations, a monetary penalty of not less than Five Hundred
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749 Dollars (\$500.00) nor more than Five Thousand Dollars (\$5,000.00) 750 for each violation.

Money collected by the board under Section 73-21-103, paragraph (1)(d)(i), (ii) and (iv) shall be deposited to the credit of the State General Fund of the State Treasury;

(iii) The board may assess a monetary penalty for those reasonable costs that are expended by the board in the investigation and conduct of a proceeding for licensure revocation, suspension or restriction, including, but not limited to, the cost of process service, court reporters, expert witnesses and investigators.

Money collected by the board under Section 73-21-103, paragraph (1)(d)(iii), shall be deposited to the credit of the Special Fund of the Pharmacy Board;

(iv) The board may impose a monetary penalty for those facilities/businesses registered with the Pharmacy Board as wholesalers/manufacturers of not less than Three Hundred Dollars (\$300.00) per violation and not more than Fifty Thousand Dollars (\$50,000.00) per violation;

768 (e) Refusal to renew offender's license, registration 769 and/or permit;

(f) Placement of the offender on probation and supervision by the board for a period to be determined by the board;

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(g) Public or private reprimand.

774 Whenever the board imposes any penalty under this subsection, 775 the board may require rehabilitation and/or additional education 776 as the board may deem proper under the circumstances, in addition 777 to the penalty imposed.

(2) Any person whose license, registration and/or permit has been suspended, revoked or restricted pursuant to this chapter, whether voluntarily or by action of the board, shall have the right to petition the board at reasonable intervals for

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reinstatement of such license, registration and/or permit. 782 Such 783 petition shall be made in writing and in the form prescribed by 784 the board. Upon investigation and hearing, the board may, in its 785 discretion, grant or deny such petition, or it may modify its 786 original finding to reflect any circumstances which have changed 787 sufficiently to warrant such modifications. The procedure for the 788 reinstatement of a license, registration or permit that is 789 suspended for being out of compliance with an order for support, 790 as defined in Section 93-11-153, shall be governed by Section 93-11-157 or 93-11-163, as the case may be. 791

(3) Nothing herein shall be construed as barring criminal
prosecutions for violation of this chapter where such violations
are deemed as criminal offenses in other statutes of this state or
of the United States.

(4) A monetary penalty assessed and levied under this section shall be paid to the board by the licensee, registrant or permit holder upon the expiration of the period allowed for appeal of such penalties under Section 73-21-101, or may be paid sooner if the licensee, registrant or permit holder elects.

801 When payment of a monetary penalty assessed and levied (5) 802 by the board against a licensee, registrant or permit holder in 803 accordance with this section is not paid by the licensee, 804 registrant or permit holder when due under this section, the board 805 shall have the power to institute and maintain proceedings in its 806 name for enforcement of payment in the chancery court of the county and judicial district of residence of the licensee, 807 808 registrant or permit holder, or if the licensee, registrant or 809 permit holder is a nonresident of the State of Mississippi, in the Chancery Court of the First Judicial District of Hinds County, 810 Mississippi. When such proceedings are instituted, the board 811 812 shall certify the record of its proceedings, together with all 813 documents and evidence, to the chancery court and the matter shall 814 thereupon be heard in due course by the court, which shall review *HR40/R990* 542 H. B. No. 06/HR40/R990

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815 the record and make its determination thereon. The hearing on the 816 matter may, in the discretion of the chancellor, be tried in 817 vacation.

818 (6) The board shall develop and implement a uniform penalty 819 policy which shall set the minimum and maximum penalty for any 820 given violation of board regulations and laws governing the practice of pharmacy. The board shall adhere to its uniform 821 penalty policy except in such cases where the board specifically 822 823 finds, by majority vote, that a penalty in excess of, or less 824 than, the uniform penalty is appropriate. Such vote shall be 825 reflected in the minutes of the board and shall not be imposed unless such appears as having been adopted by the board. 826

827 SECTION 19. Section 73-21-105, Mississippi Code of 1972, is 828 reenacted as follows:

829 73-21-105. (1) Every facility/business that shall engage in 830 the wholesale distribution of prescription drugs, to include without limitation, manufacturing in this state, distribution into 831 832 this state, or selling or offering to sell in this state, or distribution from or within this state, shall register biennially 833 834 with the Mississippi State Board of Pharmacy by applying for a permit on a form supplied by the board and accompanied by a fee as 835 836 set by subsection (4) of this section. The Pharmacy Board shall 837 by regulation determine the classification of permit(s) that shall 838 be required.

839 Every business/facility/pharmacy located in this state (2)840 that engages in or proposes to engage in the dispensing and 841 delivery of prescription drugs to consumers shall register with the Mississippi State Board of Pharmacy by applying for a permit 842 on a form supplied by the board and accompanied by a fee as set by 843 844 subsection (4) of this section. The Pharmacy Board shall by 845 regulation determine the classification of permit(s) that shall be 846 required.

H. B. No. 542 *HR40/R990* 06/HR40/R990 PAGE 26 (RF\BD) (3) The board shall establish by rule or regulation the
criteria which each business shall meet to qualify for a permit in
each classification. The board shall issue a permit to any
applicant who meets the criteria as established. The board may
issue various types of permits with varying restrictions to
businesses where the board deems it necessary by reason of the
type of activities conducted by the business requesting a permit.

(4) The board shall specify by rule or regulation the
registration procedures to be followed, including, but not limited
to, specification of forms for use in applying for such permits
and times, places and fees for filing such applications. However,
the biennial fee for an original or renewal permit shall not
exceed Three Hundred Dollars (\$300.00).

860 (5) Applications for permits shall include the following861 information about the proposed business:

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(a) Ownership;

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(b) Location;

(c) Identity of the responsible person or pharmacist
licensed to practice in the state, who shall be the pharmacist in
charge of the pharmacy, where one is required by this chapter, and
such further information as the board may deem necessary.

868 (6) Permits issued by the board pursuant to this section869 shall not be transferable or assignable.

The board shall specify by rule or regulation minimum 870 (7) 871 standards for the responsibility in the conduct of any business/facility and/or pharmacy that has been issued a permit. 872 873 The board is specifically authorized to require that the portion 874 of the facility located in this state to which a pharmacy permit 875 applies be operated only under the direct supervision of no less 876 than one (1) pharmacist licensed to practice in this state, and to 877 provide such other special requirements as deemed necessary. 878 Nothing in this subsection shall be construed to prevent any 879 person from owning a pharmacy.

H. B. No. 542 *HR40/R990* 06/HR40/R990 PAGE 27 (RF\BD) 880 (8) All businesses permitted by the board shall report to881 the board the occurrence of any of the following changes:

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(a) Permanent closing;

(b) Change of ownership, management, location or884 pharmacist in charge;

885 (c) Any and all other matters and occurrences as the886 board may require by rule or regulation.

(9) Disasters, accidents and emergencies which may affect the strength, purity or labeling of drugs, medications, devices or other materials used in the diagnosis or the treatment of injury, illness and disease shall be immediately reported to the board.

(10) No business that is required to obtain a permit shall 891 892 be operated until a permit has been issued for such business by 893 the board. Any person, firm or corporation violating any of the 894 provisions of this section shall be guilty of a misdemeanor and, 895 upon conviction thereof, shall be punished by a fine of not less 896 than One Hundred Dollars (\$100.00) nor more than One Thousand 897 Dollars (\$1,000.00), or imprisonment in the county jail for not 898 less than thirty (30) days nor more than ninety (90) days, or by 899 both such fine and imprisonment. However, the provisions of this chapter shall not apply to physicians, dentists, veterinarians, 900 901 osteopaths or other practitioners of the healing arts who are 902 licensed under the laws of the State of Mississippi and are 903 authorized to dispense and administer prescription drugs in the 904 course of their professional practice.

905 **SECTION 20.** Section 73-21-106, Mississippi Code of 1972, is 906 reenacted as follows:

907 73-21-106. (1) Any pharmacy located outside this state that 908 ships, mails or delivers, in any manner, controlled substances, 909 prescription or legend drugs or devices into this state shall be 910 considered a nonresident pharmacy, shall be registered with the 911 board, and shall disclose to the board all of the following:

H. B. No. 542 *HR40/R990* 06/hR40/R990 PAGE 28 (RF\BD) 912 (a) The location, names, and titles of all principal 913 corporate officers and all pharmacists-in-charge. A report 914 containing this information shall be made on a biennial basis and 915 within thirty (30) days after any change of office, corporate 916 officer or pharmacist-in-charge;

(b) That it complies with all lawful directions and 917 918 requests for information from the regulatory or licensing agency 919 of the state in which it is licensed as well as with all requests 920 for information made by the board pursuant to this section. The nonresident pharmacy shall maintain at all times a valid unexpired 921 922 license, permit or registration to conduct the pharmacy in compliance with the laws of the state in which it is a resident. 923 924 As a prerequisite to registering with the board, the nonresident 925 pharmacy shall submit a copy of the most recent inspection report 926 resulting from an inspection conducted by the regulatory or 927 licensing agency of the state in which it is located; and

928 (c) That it maintains its records of controlled
929 substances, or prescription or legend drugs or devices dispensed
930 to patients in this state so that the records are readily
931 retrievable from the records of other drugs dispensed.

932 (2) Any pharmacy subject to this section shall provide 933 during its regular hours of operation, but not less than six (6) 934 days per week and for a minimum of forty (40) hours per week, a toll-free telephone service to facilitate communication between 935 936 patients in this state and a pharmacist at the pharmacy who has access to the patient's records. This toll-free number shall be 937 938 disclosed on a label affixed to each container of drugs dispensed 939 to patients in this state.

940 (3) The registration fee for nonresident pharmacies shall be
941 the same as the fee as set by subsection (4) of Section 73-21-105.
942 (4) The registration requirements of this section shall
943 apply only to a nonresident pharmacy that only ships, mails or

H. B. No. 542 *HR40/R990* 06/HR40/R990 PAGE 29 (RF\BD) 944 delivers controlled substances, prescription or legend drugs and 945 devices into this state pursuant to a prescription.

946 (5) The board may deny, revoke or suspend a nonresident947 pharmacy registration only for:

948 (a) Failure to comply with any requirement of this 949 section; or

(b) Conduct that causes serious bodily or serious psychological injury to a resident of this state if the board has referred the matter to the regulatory or licensing agency in the state in which the pharmacy is located and the regulatory or licensing agency fails to initiate an investigation within forty-five (45) days of the referral.

956 (6) It is unlawful for any nonresident pharmacy that is not 957 registered pursuant to this section to advertise its services in 958 this state, or for any person who is a resident of this state to 959 advertise the pharmacy services of a nonresident pharmacy that has 960 not registered with the board, with the knowledge that the 961 advertisement will or is likely to induce members of the public in 962 this state to use the pharmacy to fill prescriptions.

963 (7) When requested to do so by the board, each nonresident 964 pharmacy shall supply any inspection reports, controlled 965 substances dispensing records, warning notices, notice of 966 deficiency reports or any other related reports from the state in 967 which it is located concerning the operation of a nonresident 968 pharmacy for review of compliance with state and federal drug 969 laws.

970 SECTION 21. Section 73-21-107, Mississippi Code of 1972, is 971 reenacted as follows:

972 73-21-107. (1) The board or its representative may enter 973 and inspect, during reasonable hours, a facility which has 974 obtained or applied for a permit under Section 73-21-105 relative 975 to the following:

976 (a) Drug storage and security; H. B. No. 542 *HR40/R990* 06/HR40/R990 PAGE 30 (RF\BD) 977 (b) Equipment;

978 (c) Sanitary conditions; or

979 (d) Records, reports, or other documents required to be
980 kept or made under this chapter or the Uniform Controlled
981 Substances Law (Section 41-29-101 et seq.) or rules and
982 regulations adopted under such laws.

983 (2) Prior to an entry and inspection, the board 984 representative shall state his purpose and present appropriate 985 credentials to the owner, pharmacist or agent in charge of a 986 facility.

987

(3) The board representative may:

988 (a) Inspect and copy records, reports, and other
989 documents required to be kept or made under this chapter, the
990 Uniform Controlled Substances Law, or rules and regulations
991 adopted under such laws;

992 (b) Inspect, within reasonable limits and in a
993 reasonable manner, a facility's storage, equipment, security,
994 records, or prescription drugs or devices; or

995 (c) Inventory any stock of any prescription drugs or 996 devices in the facility.

997 (4) Unless the owner, pharmacist, or agent in charge of the 998 facility consents in writing, an inspection authorized by this 999 section may not extend to:

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(a) Financial data;

1001 (b) Sales data other than shipment data; or

1002 (c) Pricing data.

1003 **SECTION 22.** Section 73-21-108, Mississippi Code of 1972, is 1004 reenacted as follows:

1005 73-21-108. (1) Definitions. For the purposes of this
1006 section:

1007 (a) "Home medical equipment" means technologically
1008 sophisticated medical equipment and devices usable in a home care
1009 setting, including, but not limited to:

H. B. No. 542 *HR40/R990* 06/HR40/R990 PAGE 31 (RF\BD) 1010 Oxygen for human consumption, oxygen (i) 1011 concentrators and/or oxygen delivery systems and equipment; 1012 (ii) Ventilators; 1013 (iii) Respiratory disease management devices; 1014 (iv) Electronic and computer driven wheelchairs 1015 and seating systems; 1016 (v) Apnea monitors; 1017 (vi) Transcutaneous electrical nerve stimulator (TENS) units; 1018 1019 (vii) Low air loss cutaneous pressure management 1020 devices; 1021 Sequential compression devices; (viii) 1022 (ix) Neonatal home phototherapy devices; 1023 (x) Feeding pumps; and 1024 (xi) Other similar equipment as defined in 1025 regulations adopted by the board. 1026 The term "home medical equipment" does not include medical 1027 equipment used in the normal course of treating patients by 1028 hospitals, hospices, long-term care facilities or home health 1029 agencies, or medical equipment used or dispensed by health care 1030 professionals licensed by the State of Mississippi if the professional is practicing within the scope of his or her 1031 1032 professional practice. In addition, the term does not include 1033 items such as upper and lower extremity prosthetics, canes, 1034 crutches, walkers, bathtub grab bars, standard wheelchairs, 1035 commode chairs and bath benches. 1036 (b) "Home medical equipment services" means the 1037 delivery, installation, maintenance, replacement, and/or instruction in the use of home medical equipment, used by a sick 1038 1039 or disabled individual, to allow the individual to be cared for 1040 and maintained in a home or noninstitutional environment. 1041 (C) "Medical gas" means those gases and liquid oxygen

1042 intended for human consumption.

H. B. No. 542 *HR40/R990* 06/HR40/R990 PAGE 32 (RF\BD) 1043 (d) "Order" means an order issued by a licensed 1044 practitioner legally authorized to order home medical equipment 1045 and/or medical gases.

1046 (2) **Permit required.** (a) No person, business or entity 1047 located in this state or outside of this state that is subject to 1048 this section shall sell, rent or provide or offer to sell, rent or 1049 provide directly to patients in this state any home medical equipment, legend devices, and/or medical gas unless such person, 1050 1051 business or entity first obtains a Medical Equipment Supplier Permit from the board. 1052

1053 The permitting requirements of this section apply (b) to all persons, companies, agencies and other business entities 1054 1055 that are in the business of supplying home medical equipment to 1056 patients in their places of residence and that bill the patient or the patient's insurance, Medicare, Medicaid or other third party 1057 1058 payor for the rent or sale of that equipment.

1059 (C) The board shall require a separate permit for each 1060 facility location directly or indirectly owned or operated in this 1061 state.

1062 (d) The application for a permit shall be made to the 1063 board on a form supplied by the board and shall be accompanied by 1064 a fee of not more than Three Hundred Dollars (\$300.00), as 1065 prescribed by the board. Once issued, every permit must be 1066 renewed annually, and the renewal fee shall be not more than One 1067 Hundred Seventy-five Dollars (\$175.00), as prescribed by the 1068 board.

1069 (e) All permits issued under this section shall expire 1070 annually on June 30 of each year. Applications for renewal must be made to the board on or before June 30 and must be accompanied 1071 by the fee as prescribed by the board. A late renewal fee of One 1072 Hundred Dollars (\$100.00) shall be added to all renewal 1073 1074 applications received by the board after June 30 of each renewal 1075 The permit shall become void if the renewal application, period. *HR40/R990* 542 H. B. No. 06/HR40/R990 PAGE 33 (RF\BD)

1076 renewal fee and the late renewal fee are not received by the board 1077 by September 30 of each year.

1078 (3) **Exemptions.** (a) The permitting requirements of this 1079 section do not apply to the following entities or practitioners 1080 unless they have a separate business entity, company, corporation 1081 or division that is in the business of providing home medical 1082 equipment for sale or rent to patients at their places of 1083 residence:

1084 (i) Home health agencies;

1085 (ii) Hospitals;

1086 (iii) Wholesalers and/or manufacturers;

1087 (iv) Medical doctors, physical therapists, 1088 respiratory therapists, occupational therapists, speech 1089 pathologists, optometrists, chiropractors and podiatrists who use 1090 home medical equipment and/or legend devices in their individual 1091 practices;

1092 (v) Pharmacies;

1093 (vi) Hospice programs;

1094 (vii) Nursing homes and/or long-term care 1095 facilities;

1096 (viii) Veterinarians; dentists; and emergency
1097 medical services.

(b) Although community pharmacies are exempt from the permitting requirements of this section, they shall be subject to the same regulations that are applicable to permitted businesses or entities for the sale or rental of home medical equipment covered by this section.

(c) Nothing in this section shall prohibit trained individuals from using oxygen, liquid oxygen and/or legend devices in emergencies.

(d) Nothing in this section shall prohibit the prehospital emergency administration of oxygen by licensed health care providers, emergency medical technicians, first responders, H. B. No. 542 *HR40/R990*

H. B. No. 542 06/HR40/R990 PAGE 34 (RF\BD) 1109 fire fighters, law enforcement officers and other emergency
1110 personnel trained in the proper use of emergency oxygen.

1111 (4) Order required. Home medical equipment suppliers shall 1112 not provide any home medical equipment to a patient without a 1113 valid order from an authorized licensed practitioner.

(5) Regulations. The board shall adopt regulations for the distribution and sale or rental of home medical equipment, legend devices and medical gases that promote the public health and welfare and comply with at least the minimum standards, terms and conditions of federal laws and regulations. The regulations shall include, without limitation:

(a) Minimum information from each home medical equipment, legend device and medical gas supplier required for permitting and renewal permits;

(b) Minimum qualifications of persons who engage in the distribution of home medical equipment;

1125 (c) Appropriate education, training or experience of 1126 persons employed by home medical equipment suppliers;

1127 (d) Minimum standards for storage of home medical
1128 equipment;

(e) Minimum requirements for the establishment and maintenance of all records for the sale, rental and servicing of home medical equipment; and

1132 (f) Minimum standards of operation and professional
1133 conduct.

1134

(6) Medical Equipment Advisory Committee to the board.

(a) A Medical Equipment Advisory Committee (MEAC), composed of three (3) members selected by the Mississippi Association of Medical Equipment Suppliers and approved by the board, shall review and make recommendations to the board regarding all regulations dealing with home medical equipment, legend devices and medical gases that are proposed by the board and before they are adopted by the board.

H. B. No. 542 *HR40/R990* 06/HR40/R990 PAGE 35 (RF\BD) (b) All MEAC members must have been actively involved in the home medical equipment business for a minimum of five (5) years before the selection to the committee and shall hold and maintain, in good standing, a permit issued by the board under this section.

1147 (C) The MEAC members shall meet at least quarterly and 1148 review all home medical equipment suppliers' inspection reports. All complaints and reports of investigations of violations of law 1149 or regulations regarding home medical equipment, legend devices 1150 1151 and medical gases shall first be reviewed by the MEAC. After 1152 review, the MEAC may make recommendations to the board's 1153 Investigations Review Committee regarding further administrative 1154 action by the board.

(d) The MEAC shall keep and maintain minutes of all meetings of the MEAC and shall provide copies of the minutes to the board on a quarterly basis.

1158 (7) Revocation, Suspension or Restriction of Permit and
1159 Penalties.

(a) The board may revoke, suspend, restrict or refuse to issue or renew a permit or impose a monetary penalty, in accordance with Section 73-21-103 except that the monetary penalty shall not exceed Ten Thousand Dollars (\$10,000.00) per violation, if the business or holder of a permit or applicant for a permit issued under this section has committed or is found guilty by the board of any of the following:

(i) Violation of any federal, state or local law or regulations relating to home medical equipment, legend devices or medical gases.

1170 (ii) Violation of any of the provisions of this 1171 section or regulations adopted under this section.

(iii) Commission of an act or engaging in a course of conduct that constitutes a clear and present danger to the public health and safety.

H. B. No. 542 *HR40/R990* 06/HR40/R990 PAGE 36 (RF\BD) (iv) Filing a claim or assisting in the filing of a claim for reimbursement for home medical equipment or home medical equipment services that were not provided or that were not authorized to be provided.

1179 (v) Failure to comply with any lawful order of the1180 board.

(b) Disciplinary action by the board against a business or any person holding a permit under this section shall be in accordance with Section 73-21-99.

1184 SECTION 23. Section 73-21-109, Mississippi Code of 1972, is
1185 reenacted as follows:

73-21-109. No person shall make use of the terms 1186 1187 "drugstore," "pharmacy," "apothecary" or words of similar meaning 1188 which indicate that pharmaceutical services are performed in any 1189 sign, letterhead or advertisement unless such person is a permit holder as provided in Section 73-21-105. Any person violating 1190 1191 this section shall be guilty of a misdemeanor and, upon conviction 1192 thereof, shall be punished by a fine of not less than One Hundred Dollars (\$100.00) nor more than Three Hundred Dollars (\$300.00), 1193 1194 or by imprisonment in the county jail for not less than thirty 1195 (30) days nor more than ninety (90) days, or by both.

1196 SECTION 24. Section 73-21-111, Mississippi Code of 1972, is 1197 reenacted as follows:

1198 73-21-111. (1) The board shall make, adopt, amend and 1199 repeal from time to time such rules and regulations for the 1200 regulation of supportive personnel as may be deemed necessary by 1201 the board.

1202 (2) Every person who acts or serves as a pharmacy technician 1203 in a pharmacy that is located in this state and permitted by the 1204 board shall obtain a registration from the board. To obtain a 1205 pharmacy technician registration the applicant must:

1206 (a) Have submitted a written application on a form(s)1207 prescribed by the board; and

H. B. No. 542 *HR40/R990* 06/HR40/R990 PAGE 37 (RF\BD) 1208 (b) Be of good moral character; and

1209 (c) Have paid the initial registration fee not to1210 exceed One Hundred Dollars (\$100.00).

1211 (3) Each pharmacy technician shall renew his or her 1212 registration annually. To renew his or her registration, a 1213 technician must:

1214 (a) Submit an application on a form prescribed by the1215 board; and

(b) Pay a renewal fee not to exceed One Hundred Dollars (\$100.00) for each annual registration period. The board may add a surcharge of not more than Five Dollars (\$5.00) to the registration renewal fee to assist in funding a program that assists impaired pharmacists, pharmacy students and pharmacy technicians.

(4) To insure that all applicants are of good moral 1222 character, the board shall conduct a criminal history records 1223 1224 check on all applicants for a license. In order to determine the 1225 applicant's suitability for licensing, the applicant shall be fingerprinted. The board shall submit the fingerprints to the 1226 1227 Department of Public Safety for a check of the state criminal records and forwarded to the Federal Bureau of Investigation for a 1228 1229 check of the national criminal records. The Department of Public Safety shall disseminate the results of the state check and the 1230 1231 national check to the board for a suitability determination. The 1232 board shall be authorized to collect from the applicant the amount of the fee that the Department of Public Safety charges the board 1233 1234 for the fingerprinting, whether manual or electronic, and the 1235 state and national criminal history records checks.

1236 SECTION 25. Section 73-21-113, Mississippi Code of 1972, is 1237 reenacted as follows:

1238 73-21-113. All fees received by the board from examinations, 1239 licenses, permits and monetary penalties, and any other funds 1240 received by the board, shall be paid to the State Treasurer, who H. B. No. 542 *HR40/R990* 06/HR40/R990 PAGE 38 (RF\BD) 1241 shall issue receipts therefor and deposit such funds in the State 1242 Treasury in a special fund to the credit of the board. All such 1243 funds shall be expended only pursuant to appropriation approved by 1244 the Legislature and as provided by law.

1245 **SECTION 26.** Section 73-21-115, Mississippi Code of 1972, is 1246 reenacted as follows:

1247 73-21-115. (1) Every prescription written in this state by 1248 a person authorized to issue such prescription shall be on prescription forms containing two (2) lines for the prescriber's 1249 1250 signature. There shall be a signature line in the lower 1251 right-hand corner of the prescription form beneath which shall be clearly imprinted the words "substitution permissible." There 1252 1253 shall be a signature line in the lower left-hand corner of the prescription form beneath which shall be clearly imprinted the 1254 words "dispense as written." The prescriber's signature on either 1255 signature line shall validate the prescription and shall designate 1256 1257 approval or disapproval of product selection.

(2) If a prescription form which does not contain the two (2) signature lines required in subsection (1) of this section is utilized by the prescriber, he shall write in his own handwriting the words "dispense as written" thereupon to prevent product selection.

(3) A pharmacist licensed by the Mississippi State Board of Pharmacy may dispense a one-time emergency dispensing of a prescription of up to a seventy-two-hour supply of a prescribed medication in the event the pharmacist is unable to contact the prescriber to obtain refill authorization, provided that:

(a) The prescription is not for a controlled substance;
(b) In the pharmacist's professional judgment, the
interruption of therapy might reasonably produce undesirable
health consequences or may cause physical or mental discomfort;

H. B. No. 542 *HR40/R990* 06/HR40/R990 PAGE 39 (RF\BD) 1272 (c) The dispensing pharmacist notifies the prescriber
1273 or his agent of the emergency dispensing within seven (7) working
1274 days after the one-time emergency dispensing;

(d) The pharmacist properly records the dispensing as a separate nonrefillable prescription. Said document shall be filed as is required of all other prescription records. This document shall be serially numbered and contain all information required of other prescriptions. In addition it shall contain the number of the prescription from which it was refilled; and

1281 (e) The pharmacist shall record on the new document the 1282 circumstances which warrant this emergency dispensing.

1283 This emergency dispensing shall be done only in the permitted 1284 facility which contains the nonrefillable prescription.

1285 **SECTION 27.** Section 73-21-117, Mississippi Code of 1972, is 1286 reenacted as follows:

1287 73-21-117. (1) A pharmacist may select a generic equivalent 1288 drug product only when such selection results in lower cost to the 1289 purchaser, unless product selection is expressly prohibited by the 1290 prescriber.

1291 (2) A pharmacist shall select a generic equivalent drug1292 product when:

1293 (a) The purchaser requests the selection of a generic1294 equivalent drug product;

1295 (b) The prescriber has not expressly prohibited product1296 selection; and

1297 (c) Product selection will result in lower cost to the 1298 purchaser.

1299 Before product selection is made, the pharmacist shall advise 1300 the purchaser of his prerogatives under this subsection.

1301 (3) When requested by the purchaser to dispense the drug 1302 product as ordered by the prescriber, a pharmacist shall not 1303 select a generic equivalent drug product.

H. B. No. 542 *HR40/R990* 06/HR40/R990 PAGE 40 (RF\BD) 1304 SECTION 28. Section 73-21-119, Mississippi Code of 1972, is 1305 reenacted as follows:

1306 73-21-119. (1) The label of the container of any drug 1307 product which is sold within the State of Mississippi for resale 1308 at retail and which requires a prescription to be dispensed at 1309 retail shall contain at a minimum the name of the manufacturer of 1310 the final dosage unit, expiration date if applicable, batch or lot 1311 number and national drug code.

(2) Whenever product selection is made, the pharmacist shall indicate on the label of the dispensed container the initials "G.E." and the proprietary name of the product dispensed or the generic name of the product dispensed and its manufacturer either written in full or appropriately abbreviated, unless the prescriber indicates that the name of the drug product shall not appear on the label.

1319 SECTION 29. Section 73-21-121, Mississippi Code of 1972, is 1320 reenacted as follows:

1321 73-21-121. (1) Product selection as authorized by Sections 1322 73-21-115 through 73-21-119 shall not constitute evidence of 1323 negligence by the dispensing pharmacist when such product 1324 selection is in accordance with reasonable and prudent pharmacy 1325 practice. No prescriber shall be liable for civil damages or in 1326 any criminal prosecution arising from the incorrect product 1327 selection by a pharmacist.

1328 (2) Any person having knowledge relating to a pharmacist or 1329 to a pharmacy student which might provide grounds for disciplinary 1330 action by the board may report relevant facts to the board, and 1331 shall by reason of reporting such facts in good faith be immune 1332 from civil liability.

(3) Any person furnishing information in the form of data,
reports or records to the board or to a pharmacist organization
approved by the board to receive such information, where such
information is furnished for the purpose of aiding a pharmacist or
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1337 a pharmacy student impaired by chemical abuse or by mental or by 1338 physical illness, shall by reason of furnishing such information 1339 in good faith be immune from civil liability.

(4) The records of the board or the records of a pharmacist organization approved by the board to aid pharmacists or pharmacy students impaired by chemical abuse, where such records relate to the impairment, shall be confidential and are not considered open records; provided, however, the board may disclose this

1345 confidential information only:

1346 (a) In a disciplinary hearing before the board, or in1347 an appeal of an action or order of the board;

1348 (b) To the pharmacist licensing or disciplinary
1349 authorities of other jurisdictions in the case of a pharmacist who
1350 is licensed in, or seeking transfer to, another state; or

1351 (c) Pursuant to an order of a court of competent1352 jurisdiction.

1353 SECTION 30. Section 73-21-123, Mississippi Code of 1972, is
1354 reenacted as follows:

73-21-123. Nothing in this chapter shall be construed to 1355 1356 prevent, or in any manner interfere with, or to require a permit 1357 for the sale of nonnarcotic nonprescription drugs which may be 1358 lawfully sold under the United States Food, Drug and Cosmetic Act (21 USCS 301 et seq. as now or hereafter amended) without a 1359 1360 prescription, nor shall any rule or regulation be adopted by the 1361 board under the provisions of this chapter which shall require the sale of nonprescription drugs by a licensed pharmacist of in a 1362 1363 pharmacy or otherwise apply to or interfere with the sale or distribution of such drugs. 1364

1365 SECTION 31. This act shall take effect and be in force from 1366 and after July 1, 2006.

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