HOUSE BILL No. 4897

June 12, 2007, Introduced by Reps. Wojno, Accavitti, Miller, Polidori and Bieda and referred to the Committee on Health Policy.

A bill to amend 1978 PA 368, entitled

"Public health code,"

(MCL 333.1101 to 333.25211) by adding section 17775.

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

- 1 SEC. 17775. (1) THIS SECTION SHALL BE KNOWN AND MAY BE CITED
- 2 AS THE "UTILIZATION OF UNUSED PRESCRIPTION DRUG LAW".
- 3 (2) THE BOARD SHALL ESTABLISH, IMPLEMENT, AND ADMINISTER A
- 4 STATEWIDE UNUSED PRESCRIPTION DRUG REPOSITORY PROGRAM CONSISTENT
- 5 WITH PUBLIC HEALTH AND SAFETY THROUGH WHICH UNUSED PRESCRIPTION
- 6 DRUGS, OTHER THAN CONTROLLED SUBSTANCES, MAY BE TRANSFERRED FROM A
- 7 HEALTH FACILITY OR AGENCY, AN ADULT FOSTER CARE FACILITY, AN
 - ASSISTED LIVING FACILITY, OR A MANUFACTURER TO A PHARMACY OR A

- 1 CHARITABLE CLINIC THAT ELECTS TO PARTICIPATE IN THE DRUG REPOSITORY
- 2 PROGRAM. THE DRUG REPOSITORY PROGRAM IS CREATED TO DISTRIBUTE
- 3 UNUSED PRESCRIPTION DRUGS, OTHER THAN CONTROLLED SUBSTANCES, TO
- 4 RESIDENTS OF THIS STATE WHO ARE MEDICALLY INDIGENT.
- 5 (3) SUBJECT TO SUBSECTION (11), THE BOARD SHALL PROMULGATE
- 6 RULES AND ESTABLISH PROCEDURES NECESSARY TO ESTABLISH, IMPLEMENT,
- 7 AND ADMINISTER THE UNUSED PRESCRIPTION DRUG REPOSITORY PROGRAM
- 8 CREATED BY THE UTILIZATION OF UNUSED PRESCRIPTION DRUG LAW. THE
- 9 BOARD SHALL PROVIDE TECHNICAL ASSISTANCE TO HEALTH FACILITIES AND
- 10 AGENCIES, ADULT FOSTER CARE FACILITIES, ASSISTED LIVING FACILITIES,
- 11 MANUFACTURERS, PHARMACIES, AND CHARITABLE CLINICS THAT ELECT TO
- 12 PARTICIPATE IN THE PROGRAM.
- 13 (4) PARTICIPATION IN THE UTILIZATION OF UNUSED PRESCRIPTION
- 14 DRUG LAW BY A HEALTH FACILITY OR AGENCY, ADULT FOSTER CARE
- 15 FACILITY, ASSISTED LIVING FACILITY, MANUFACTURER, PHARMACY, OR
- 16 CHARITABLE CLINIC IS VOLUNTARY. NOTHING IN THIS SECTION REQUIRES
- 17 ANY HEALTH FACILITY OR AGENCY, ADULT FOSTER CARE FACILITY, ASSISTED
- 18 LIVING FACILITY, MANUFACTURER, PHARMACY, OR CHARITABLE CLINIC TO
- 19 PARTICIPATE IN THE PROGRAM.
- 20 (5) PHARMACIES, HEALTH PROFESSIONALS, AND CHARITABLE CLINICS
- 21 SHALL USE THE FOLLOWING CRITERIA IN ACCEPTING AND DISPENSING UNUSED
- 22 PRESCRIPTION DRUGS FOR USE UNDER THE UTILIZATION OF UNUSED
- 23 PRESCRIPTION DRUG LAW:
- 24 (A) ONLY PRESCRIPTION DRUGS IN THEIR ORIGINAL SEALED UNIT DOSE
- 25 PACKAGING OR UNUSED INJECTABLES SHALL BE ACCEPTED AND DISPENSED
- 26 PURSUANT TO THE UTILIZATION OF UNUSED PRESCRIPTION DRUG LAW.
- 27 (B) THE PACKAGING SHALL BE UNOPENED.

- 1 (C) EXPIRED PRESCRIPTION DRUGS SHALL NOT BE ACCEPTED.
- 2 (D) A PRESCRIPTION DRUG SHALL NOT BE ACCEPTED OR DISPENSED IF
- 3 THE PERSON ACCEPTING OR DISPENSING THE DRUG HAS REASON TO BELIEVE
- 4 THAT THE DRUG IS ADULTERATED.
- 5 (E) CONTROLLED SUBSTANCES SHALL NOT BE ACCEPTED.
- 6 (F) SUBJECT TO THE LIMITATIONS PRESCRIBED IN THIS SUBSECTION,
- 7 UNUSED PRESCRIPTION DRUGS DISPENSED FOR PURPOSES OF A MEDICAL
- 8 ASSISTANCE PROGRAM OR DRUG PRODUCT DONATION PROGRAM MAY BE ACCEPTED
- 9 AND DISPENSED UNDER THE UTILIZATION OF UNUSED PRESCRIPTION DRUG
- 10 LAW.
- 11 (G) ANY ADDITIONAL CRITERIA ESTABLISHED IN RULES PROMULGATED
- 12 UNDER THIS SECTION.
- 13 (6) A PHARMACY OR CHARITABLE CLINIC THAT MEETS THE ELIGIBILITY
- 14 REQUIREMENTS ESTABLISHED BY THE UTILIZATION OF UNUSED PRESCRIPTION
- 15 DRUG LAW AND ANY RULES PROMULGATED UNDER THIS SECTION MAY DO ANY OF
- 16 THE FOLLOWING:
- 17 (A) DISPENSE PRESCRIPTION DRUGS DONATED UNDER THE UTILIZATION
- 18 OF UNUSED PRESCRIPTION DRUG LAW TO THE MEDICALLY INDIGENT.
- 19 (B) CHARGE PERSONS RECEIVING DONATED UNUSED PRESCRIPTION DRUGS
- 20 A HANDLING FEE ESTABLISHED BY RULE BY THE BOARD.
- 21 (7) A PHARMACY OR CHARITABLE CLINIC THAT MEETS THE ELIGIBILITY
- 22 REQUIREMENTS ESTABLISHED BY THE UTILIZATION OF UNUSED PRESCRIPTION
- 23 DRUG LAW AND ANY RULES PROMULGATED UNDER THIS SECTION AND THAT
- 24 ACCEPTS DONATED UNUSED PRESCRIPTION DRUGS FOR THE PROGRAM SHALL DO
- 25 ALL OF THE FOLLOWING:
- 26 (A) COMPLY WITH ALL APPLICABLE FEDERAL LAWS AND REGULATIONS
- 27 AND STATE LAWS AND RULES RELATED TO THE STORAGE AND DISTRIBUTION OF

- 1 HARMFUL DRUGS.
- 2 (B) INSPECT ALL DONATED UNUSED PRESCRIPTION DRUGS BEFORE
- 3 DISPENSING THE PRESCRIPTION DRUGS TO DETERMINE THAT SUCH DRUGS ARE
- 4 NOT ADULTERATED.
- 5 (C) DISPENSE PRESCRIPTION DRUGS ONLY PURSUANT TO A
- 6 PRESCRIPTION ISSUED BY A HEALTH PROFESSIONAL.
- 7 (8) UNUSED PRESCRIPTION DRUGS DONATED UNDER THE UTILIZATION OF
- 8 UNUSED PRESCRIPTION DRUG LAW SHALL NOT BE RESOLD. FOR PURPOSES OF
- 9 THE UTILIZATION OF UNUSED PRESCRIPTION DRUG LAW, REIMBURSEMENT FROM
- 10 GOVERNMENTAL AGENCIES TO CHARITABLE CLINICS SHALL NOT BE CONSIDERED
- 11 RESALE OF PRESCRIPTION DRUGS.
- 12 (9) FOR PURPOSES OF THE LAWFUL DONATION, ACCEPTANCE, OR
- 13 DISPENSING OF PRESCRIPTION DRUGS UNDER THE UTILIZATION OF UNUSED
- 14 PRESCRIPTION DRUG LAW, THE FOLLOWING PERSONS AND ENTITIES THAT ARE
- 15 IN COMPLIANCE WITH THE UTILIZATION OF UNUSED PRESCRIPTION DRUG LAW
- 16 AND ANY RULES PROMULGATED UNDER THIS SECTION AND IN THE ABSENCE OF
- 17 BAD FAITH OR GROSS NEGLIGENCE SHALL NOT BE SUBJECT TO CRIMINAL OR
- 18 CIVIL LIABILITY FOR INJURY OTHER THAN DEATH, OR LOSS TO PERSON OR
- 19 PROPERTY, OR PROFESSIONAL DISCIPLINARY ACTION:
- 20 (A) THE BOARD.
- 21 (B) THE DEPARTMENT.
- 22 (C) A HEALTH FACILITY OR AGENCY, ADULT FOSTER CARE FACILITY,
- 23 ASSISTED LIVING FACILITY, OR MANUFACTURER THAT DONATES PRESCRIPTION
- 24 DRUGS TO THE PROGRAM.
- 25 (D) A MANUFACTURER OR ITS REPRESENTATIVE THAT DIRECTLY DONATES
- 26 PRESCRIPTION DRUGS IN PROFESSIONAL SAMPLES TO A PHARMACY OR
- 27 CHARITABLE CLINIC FOR THE PROGRAM.

- 1 (E) A PHARMACY, CHARITABLE CLINIC, OR HEALTH PROFESSIONAL THAT
- 2 ACCEPTS OR DISPENSES PRESCRIPTION DRUGS FOR THE PROGRAM.
- 3 (F) A PHARMACY OR CHARITABLE CLINIC THAT EMPLOYS A HEALTH
- 4 PROFESSIONAL WHO ACCEPTS UNUSED PRESCRIPTION DRUGS AND WHO CAN
- 5 LEGALLY DISPENSE PRESCRIPTION DRUGS UNDER PART 177 FOR THE PROGRAM.
- 6 (10) FOR PURPOSES OF THE LAWFUL DONATION, ACCEPTANCE, OR
- 7 DISPENSING OF A PRESCRIPTION DRUG MANUFACTURED BY THE MANUFACTURER
- 8 THAT IS DONATED BY ANY ENTITY UNDER THE UTILIZATION OF UNUSED
- 9 PRESCRIPTION DRUG LAW, A MANUFACTURER SHALL NOT, IN THE ABSENCE OF
- 10 BAD FAITH OR GROSS NEGLIGENCE, BE SUBJECT TO CRIMINAL OR CIVIL
- 11 LIABILITY FOR INJURY OTHER THAN FOR DEATH, OR LOSS TO PERSON OR
- 12 PROPERTY, INCLUDING, BUT NOT LIMITED TO, LIABILITY FOR FAILURE TO
- 13 TRANSFER OR COMMUNICATE PRODUCT OR CONSUMER INFORMATION OR FOR
- 14 FAILURE TO TRANSFER OR COMMUNICATE THE EXPIRATION DATE OF THE
- 15 DONATED PRESCRIPTION DRUG.
- 16 (11) THE BOARD SHALL PROMULGATE EMERGENCY RULES UNDER THE
- 17 ADMINISTRATIVE PROCEDURES ACT OF 1969 BY DECEMBER 1, 2007 TO
- 18 ESTABLISH, IMPLEMENT, AND ADMINISTER THE UTILIZATION OF UNUSED
- 19 PRESCRIPTION DRUG LAW. PERMANENT RULES SHALL BE PROMULGATED
- 20 PURSUANT TO THE ADMINISTRATIVE PROCEDURES ACT OF 1969 AS SOON AS
- 21 PRACTICAL AFTER EMERGENCY RULES HAVE BEEN PROMULGATED. THE BOARD
- 22 SHALL INCLUDE ALL OF THE FOLLOWING IN RULES PROMULGATED UNDER THIS
- 23 SECTION:
- 24 (A) ELIGIBILITY CRITERIA FOR PHARMACIES AND CHARITABLE CLINICS
- 25 AUTHORIZED TO RECEIVE AND DISPENSE DONATED PRESCRIPTION DRUGS FOR
- 26 THE PROGRAM.
- 27 (B) ELIGIBILITY CRITERIA FOR THE MEDICALLY INDIGENT.

- 1 (C) ESTABLISHMENT OF A FORMULARY THAT INCLUDES ALL
- 2 PRESCRIPTION DRUGS APPROVED BY THE FEDERAL FOOD AND DRUG
- 3 ADMINISTRATION.
- 4 (D) STANDARDS AND PROCEDURES FOR TRANSFER, ACCEPTANCE, SAFE
- 5 STORAGE, SECURITY, AND DISPENSING OF DONATED PRESCRIPTION DRUGS.
- 6 (E) A PROCESS FOR SEEKING INPUT FROM THE DEPARTMENT IN
- 7 ESTABLISHING PROVISIONS THAT AFFECT HEALTH FACILITIES AND AGENCIES,
- 8 ADULT FOSTER CARE FACILITIES, AND ASSISTED LIVING FACILITIES.
- 9 (F) A PROCESS FOR SEEKING INPUT FROM THE DEPARTMENT IN
- 10 ESTABLISHING PROVISIONS THAT AFFECT MENTAL HEALTH AND SUBSTANCE
- 11 ABUSE CLIENTS.
- 12 (G) STANDARDS AND PROCEDURES FOR INSPECTING DONATED
- 13 PRESCRIPTION DRUGS TO ENSURE THAT THE DRUGS ARE IN COMPLIANCE WITH
- 14 THE UTILIZATION OF UNUSED PRESCRIPTION DRUG LAW AND TO ENSURE THAT,
- 15 IN THE PROFESSIONAL JUDGMENT OF THE PHARMACIST, THE MEDICATIONS
- 16 MEET ALL FEDERAL AND STATE STANDARDS FOR PRODUCT INTEGRITY.
- 17 (H) PROCEDURES FOR DESTRUCTION OF MEDICATIONS THAT ARE DONATED
- 18 AND THAT ARE CONTROLLED SUBSTANCES OR OTHERWISE INELIGIBLE FOR
- 19 DISTRIBUTION UNDER THE PROGRAM.
- 20 (I) PROCEDURES FOR VERIFYING WHETHER THE CHARITABLE CLINIC,
- 21 PHARMACY, RESPONSIBLE PHARMACIST, OR OTHER HEALTH PROFESSIONALS
- 22 PARTICIPATING IN THE PROGRAM ARE LICENSED AND IN GOOD STANDING WITH
- 23 THE APPLICABLE LICENSING BOARD.
- 24 (J) ESTABLISHMENT OF STANDARDS FOR ACCEPTANCE OF UNUSED
- 25 PRESCRIPTION DRUGS FROM HEALTH FACILITIES AND AGENCIES, ADULT
- 26 FOSTER CARE FACILITIES, AND ASSISTED LIVING FACILITIES.
- 27 (K) ANY OTHER STANDARDS AND PROCEDURES THE BOARD CONSIDERS

- 1 APPROPRIATE OR NECESSARY TO ESTABLISH, IMPLEMENT, AND ADMINISTER
- 2 THE PROVISIONS OF THE UTILIZATION OF UNUSED PRESCRIPTION DRUG LAW.
- 3 (12) PURSUANT TO THE RULES PROMULGATED AND PROCEDURES
- 4 ESTABLISHED FOR THE PROGRAM UNDER THIS SECTION, A RESIDENT OF A
- 5 HEALTH FACILITY OR AGENCY, ADULT FOSTER CARE FACILITY, OR ASSISTED
- 6 LIVING FACILITY, OR THE REPRESENTATIVE OR GUARDIAN OF A RESIDENT,
- 7 MAY DONATE UNUSED PRESCRIPTION DRUGS, OTHER THAN CONTROLLED
- 8 SUBSTANCES, FOR DISPENSATION TO MEDICALLY INDIGENT PERSONS UNDER
- 9 THE PROGRAM.
- 10 (13) THIS SECTION DOES NOT IMPAIR OR SUPERSEDE THE PROVISIONS
- 11 REGARDING THE CANCER DRUG REPOSITORY PROGRAM CREATED IN SECTION
- 12 17780. IF ANY PROVISION OF THIS SECTION CONFLICTS WITH A PROVISION
- 13 OF THAT SECTION WITH REGARD TO CANCER DRUGS, THAT SECTION CONTROLS.
- 14 (14) AS USED IN THIS SECTION:
- 15 (A) "ADULT FOSTER CARE FACILITY" MEANS AN ADULT FOSTER CARE
- 16 FACILITY LICENSED UNDER THE ADULT FOSTER CARE FACILITY LICENSING
- 17 ACT, 1979 PA 218, MCL 400.701 TO 400.737.
- 18 (B) "CANCER DRUG" MEANS THAT TERM AS DEFINED IN SECTION 17780.
- 19 (C) "CHARITABLE CLINIC" MEANS A CHARITABLE NONPROFIT
- 20 CORPORATION OR FACILITY, WHICH CORPORATION OR FACILITY MEETS ALL OF
- 21 THE FOLLOWING REQUIREMENTS:
- 22 (i) IS ORGANIZED AS A NOT-FOR-PROFIT PURSUANT TO THE NONPROFIT
- 23 ACT, 1982 PA 162, MCL 450.2101 TO 450.3192.
- 24 (ii) HOLDS A VALID EXEMPTION FROM FEDERAL INCOME TAXATION
- 25 ISSUED PURSUANT TO SECTION 501(A) OF THE INTERNAL REVENUE CODE, 26
- 26 USC 501.
- 27 (iii) IS LISTED AS AN EXEMPT ORGANIZATION UNDER SECTION 501(C)

- 1 OF THE INTERNAL REVENUE CODE, 26 USC 501.
- 2 (iv) PROVIDES ON AN OUTPATIENT BASIS FOR A PERIOD OF LESS THAN
- 3 24 CONSECUTIVE HOURS TO PERSONS NOT RESIDING OR CONFINED AT THE
- 4 FACILITY ADVICE, COUNSELING, DIAGNOSIS, TREATMENT, SURGERY, CARE,
- 5 OR SERVICES RELATING TO THE PRESERVATION OR MAINTENANCE OF HEALTH.
- 6 (v) HAS A LICENSED OUTPATIENT PHARMACY.
- 7 (D) "HEALTH FACILITY OR AGENCY" MEANS THAT TERM AS DEFINED IN
- 8 SECTION 20106.
- 9 (E) "HEALTH PROFESSIONAL" MEANS ANY OF THE FOLLOWING
- 10 INDIVIDUALS LICENSED AND AUTHORIZED TO PRESCRIBE AND DISPENSE DRUGS
- 11 OR TO PROVIDE MEDICAL, DENTAL, OR OTHER HEALTH-RELATED DIAGNOSES,
- 12 CARE, OR TREATMENT WITHIN THE SCOPE OF HIS OR HER PROFESSIONAL
- 13 LICENSE:
- 14 (i) A PHYSICIAN LICENSED TO PRACTICE MEDICINE OR OSTEOPATHIC
- 15 MEDICINE AND SURGERY UNDER PART 170 OR 175.
- 16 (ii) A REGISTERED PROFESSIONAL NURSE LICENSED UNDER PART 172.
- 17 (iii) A PHYSICIAN'S ASSISTANT LICENSED UNDER PART 170.
- 18 (iv) A DENTIST LICENSED UNDER PART 166.
- 19 (v) AN OPTOMETRIST LICENSED UNDER PART 174.
- 20 (vi) A PHARMACIST LICENSED UNDER THIS PART.
- 21 (vii) A PODIATRIST LICENSED UNDER PART 180.
- 22 (F) "MEDICALLY INDIGENT" MEANS AN INDIVIDUAL WHO MEETS ALL OF
- 23 THE FOLLOWING REQUIREMENTS:
- 24 (i) IS A RESIDENT OF THIS STATE.
- 25 (ii) IS ELIGIBLE TO RECEIVE MEDICAID OR MEDICARE OR HAS NO
- 26 HEALTH INSURANCE AND OTHERWISE LACKS REASONABLE MEANS TO PURCHASE
- 27 PRESCRIBED MEDICATIONS, AS PRESCRIBED IN RULES PROMULGATED UNDER

- 1 THIS SECTION.
- 2 (G) "PROGRAM" MEANS THE UTILIZATION OF UNUSED PRESCRIPTION
- 3 DRUG REPOSITORY PROGRAM ESTABLISHED UNDER THIS SECTION.