

LEGISLATURE OF NEBRASKA
ONE HUNDRED FIFTH LEGISLATURE
FIRST SESSION

LEGISLATIVE BILL 583

Introduced by Kuehn, 38.

Read first time January 18, 2017

Committee: Health and Human Services

1 A BILL FOR AN ACT relating to veterinarians; to amend sections 2-3985,
2 28-401, 28-417, 38-2841, 38-2850, 38-3312, 71-8909, 71-8911, and
3 71-8912, Reissue Revised Statutes of Nebraska, and sections 71-2454
4 and 71-2476, Revised Statutes Cumulative Supplement, 2016; to remove
5 the authority of veterinarians to dispense controlled substances; to
6 eliminate a task force; to harmonize provisions; to repeal the
7 original sections; and to outright repeal section 71-2454.01,
8 Revised Statutes Cumulative Supplement, 2016.
9 Be it enacted by the people of the State of Nebraska,

1 Section 1. Section 2-3985, Reissue Revised Statutes of Nebraska, is
2 amended to read:

3 2-3985 All facilities producing milk for manufacturing purposes
4 shall meet the following requirements:

5 (1) The udders and teats of all dairy animals shall be washed or
6 wiped immediately before milking with a clean damp cloth or paper towel
7 moistened with a sanitizing solution and wiped dry or by any other
8 sanitary method. The milker's clothing shall be clean and his or her
9 hands clean and dry. Dairy animals treated with drugs shall be milked
10 last and the milk excluded from the supply for such period of time as is
11 necessary to have the milk free from drug residues;

12 (2) Milk stools, antikickers, and surcingles shall be kept clean and
13 properly stored. Dusty hay shall not be fed in the milking facility
14 immediately before milking. Strong flavored feeds should not be fed
15 before milking; and

16 (3) Drugs shall be stored in such manner that they cannot
17 contaminate the milk or dairy products or milk contact areas. Unapproved
18 or improperly labeled drugs shall not be used to treat dairy animals and
19 shall not be stored in the barn or milking facility. Drugs intended for
20 the treatment of nonlactating dairy animals shall be segregated from
21 drugs used for lactating dairy animals. All drugs shall be properly
22 labeled to include:

23 (a) The name and address of the manufacturer or distributor for
24 drugs or the dispenser ~~veterinary practitioners~~ dispensing the product
25 for prescription and extra-labeling-use drugs;

26 (b) The established name of the active ingredient, or if formulated
27 from more than one ingredient, the established name of each ingredient;

28 (c) Directions for use, including the class or species or
29 identification of the animals, and the dosage, frequency, route of
30 administration, and duration of therapy;

31 (d) Any cautionary statements; and

1 (e) The specified withdrawal or discard time for meat, milk, eggs,
2 or any food which might be derived from the treated animal.

3 Sec. 2. Section 28-401, Reissue Revised Statutes of Nebraska, is
4 amended to read:

5 28-401 As used in the Uniform Controlled Substances Act, unless the
6 context otherwise requires:

7 (1) Administer means to directly apply a controlled substance by
8 injection, inhalation, ingestion, or any other means to the body of a
9 patient or research subject;

10 (2) Agent means an authorized person who acts on behalf of or at the
11 direction of another person but does not include a common or contract
12 carrier, public warehouse keeper, or employee of a carrier or warehouse
13 keeper;

14 (3) Administration means the Drug Enforcement Administration of the
15 United States Department of Justice;

16 (4) Controlled substance means a drug, biological, substance, or
17 immediate precursor in Schedules I to V of section 28-405. Controlled
18 substance does not include distilled spirits, wine, malt beverages,
19 tobacco, or any nonnarcotic substance if such substance may, under the
20 Federal Food, Drug, and Cosmetic Act, 21 U.S.C. 301 et seq., as such act
21 existed on January 1, 2014, and the law of this state, be lawfully sold
22 over the counter without a prescription;

23 (5) Counterfeit substance means a controlled substance which, or the
24 container or labeling of which, without authorization, bears the
25 trademark, trade name, or other identifying mark, imprint, number, or
26 device, or any likeness thereof, of a manufacturer, distributor, or
27 dispenser other than the person or persons who in fact manufactured,
28 distributed, or dispensed such substance and which thereby falsely
29 purports or is represented to be the product of, or to have been
30 distributed by, such other manufacturer, distributor, or dispenser;

31 (6) Department means the Department of Health and Human Services;

1 (7) Division of Drug Control means the personnel of the Nebraska
2 State Patrol who are assigned to enforce the Uniform Controlled
3 Substances Act;

4 (8) Dispense means to deliver a controlled substance to an ultimate
5 user or a research subject pursuant to a medical order issued by a
6 practitioner authorized to prescribe, including the packaging, labeling,
7 or compounding necessary to prepare the controlled substance for such
8 delivery;

9 (9) Distribute means to deliver other than by administering or
10 dispensing a controlled substance;

11 (10) Prescribe means to issue a medical order;

12 (11) Drug means (a) articles recognized in the official United
13 States Pharmacopoeia, official Homeopathic Pharmacopoeia of the United
14 States, official National Formulary, or any supplement to any of them,
15 (b) substances intended for use in the diagnosis, cure, mitigation,
16 treatment, or prevention of disease in human beings or animals, and (c)
17 substances intended for use as a component of any article specified in
18 subdivision (a) or (b) of this subdivision, but does not include devices
19 or their components, parts, or accessories;

20 (12) Deliver or delivery means the actual, constructive, or
21 attempted transfer from one person to another of a controlled substance,
22 whether or not there is an agency relationship;

23 (13) Marijuana means all parts of the plant of the genus cannabis,
24 whether growing or not, the seeds thereof, and every compound,
25 manufacture, salt, derivative, mixture, or preparation of such plant or
26 its seeds, but does not include the mature stalks of such plant, hashish,
27 tetrahydrocannabinols extracted or isolated from the plant, fiber
28 produced from such stalks, oil or cake made from the seeds of such plant,
29 any other compound, manufacture, salt, derivative, mixture, or
30 preparation of such mature stalks, the sterilized seed of such plant
31 which is incapable of germination, or cannabidiol obtained pursuant to

1 sections 28-463 to 28-468. When the weight of marijuana is referred to in
2 the Uniform Controlled Substances Act, it means its weight at or about
3 the time it is seized or otherwise comes into the possession of law
4 enforcement authorities, whether cured or uncured at that time. When
5 industrial hemp as defined in section 2-5701 is in the possession of a
6 person as authorized under section 2-5701, it is not considered marijuana
7 for purposes of the Uniform Controlled Substances Act;

8 (14) Manufacture means the production, preparation, propagation,
9 conversion, or processing of a controlled substance, either directly or
10 indirectly, by extraction from substances of natural origin,
11 independently by means of chemical synthesis, or by a combination of
12 extraction and chemical synthesis, and includes any packaging or
13 repackaging of the substance or labeling or relabeling of its container.
14 Manufacture does not include the preparation or compounding of a
15 controlled substance by an individual for his or her own use, except for
16 the preparation or compounding of components or ingredients used for or
17 intended to be used for the manufacture of methamphetamine, or the
18 preparation, compounding, conversion, packaging, or labeling of a
19 controlled substance: (a) By a practitioner as an incident to his or her
20 prescribing, administering, or dispensing of a controlled substance in
21 the course of his or her professional practice; or (b) by a practitioner,
22 or by his or her authorized agent under his or her supervision, for the
23 purpose of, or as an incident to, research, teaching, or chemical
24 analysis and not for sale;

25 (15) Narcotic drug means any of the following, whether produced
26 directly or indirectly by extraction from substances of vegetable origin,
27 independently by means of chemical synthesis, or by a combination of
28 extraction and chemical synthesis: (a) Opium, opium poppy and poppy
29 straw, coca leaves, and opiates; (b) a compound, manufacture, salt,
30 derivative, or preparation of opium, coca leaves, or opiates; or (c) a
31 substance and any compound, manufacture, salt, derivative, or preparation

1 thereof which is chemically equivalent to or identical with any of the
2 substances referred to in subdivisions (a) and (b) of this subdivision,
3 except that the words narcotic drug as used in the Uniform Controlled
4 Substances Act does not include decocainized coca leaves or extracts of
5 coca leaves, which extracts do not contain cocaine or ecgonine, or
6 isoquinoline alkaloids of opium;

7 (16) Opiate means any substance having an addiction-forming or
8 addiction-sustaining liability similar to morphine or being capable of
9 conversion into a drug having such addiction-forming or addiction-
10 sustaining liability. Opiate does not include the dextrorotatory isomer
11 of 3-methoxy-n methylmorphinan and its salts. Opiate includes its racemic
12 and levorotatory forms;

13 (17) Opium poppy means the plant of the species *Papaver somniferum*
14 L., except the seeds thereof;

15 (18) Poppy straw means all parts, except the seeds, of the opium
16 poppy after mowing;

17 (19) Person means any corporation, association, partnership, limited
18 liability company, or one or more persons;

19 (20) Practitioner means a physician, a physician assistant, a
20 dentist, a veterinarian, a pharmacist, a podiatrist, an optometrist, a
21 certified nurse midwife, a certified registered nurse anesthetist, a
22 nurse practitioner, a scientific investigator, a pharmacy, a hospital, or
23 any other person licensed, registered, or otherwise permitted to
24 distribute, dispense, prescribe, conduct research with respect to, or
25 administer a controlled substance in the course of practice or research
26 in this state, including an emergency medical service as defined in
27 section 38-1207, except that a veterinarian is not authorized to dispense
28 other than dispensing incident to practice;

29 (21) Production includes the manufacture, planting, cultivation, or
30 harvesting of a controlled substance;

31 (22) Immediate precursor means a substance which is the principal

1 compound commonly used or produced primarily for use and which is an
2 immediate chemical intermediary used or likely to be used in the
3 manufacture of a controlled substance, the control of which is necessary
4 to prevent, curtail, or limit such manufacture;

5 (23) State means the State of Nebraska;

6 (24) Ultimate user means a person who lawfully possesses a
7 controlled substance for his or her own use, for the use of a member of
8 his or her household, or for administration to an animal owned by him or
9 her or by a member of his or her household;

10 (25) Hospital has the same meaning as in section 71-419;

11 (26) Cooperating individual means any person, other than a
12 commissioned law enforcement officer, who acts on behalf of, at the
13 request of, or as agent for a law enforcement agency for the purpose of
14 gathering or obtaining evidence of offenses punishable under the Uniform
15 Controlled Substances Act;

16 (27) Hashish or concentrated cannabis means (a) the separated resin,
17 whether crude or purified, obtained from a plant of the genus cannabis or
18 (b) any material, preparation, mixture, compound, or other substance
19 which contains ten percent or more by weight of tetrahydrocannabinols.
20 When resins extracted from industrial hemp as defined in section 2-5701
21 are in the possession of a person as authorized under section 2-5701,
22 they are not considered hashish or concentrated cannabis for purposes of
23 the Uniform Controlled Substances Act;

24 (28) Exceptionally hazardous drug means (a) a narcotic drug, (b)
25 thiophene analog of phencyclidine, (c) phencyclidine, (d) amobarbital,
26 (e) secobarbital, (f) pentobarbital, (g) amphetamine, or (h)
27 methamphetamine;

28 (29) Imitation controlled substance means a substance which is not a
29 controlled substance or controlled substance analogue but which, by way
30 of express or implied representations and consideration of other relevant
31 factors including those specified in section 28-445, would lead a

1 reasonable person to believe the substance is a controlled substance or
2 controlled substance analogue. A placebo or registered investigational
3 drug manufactured, distributed, possessed, or delivered in the ordinary
4 course of practice or research by a health care professional shall not be
5 deemed to be an imitation controlled substance;

6 (30)(a) Controlled substance analogue means a substance (i) the
7 chemical structure of which is substantially similar to the chemical
8 structure of a Schedule I or Schedule II controlled substance as provided
9 in section 28-405 or (ii) which has a stimulant, depressant, analgesic,
10 or hallucinogenic effect on the central nervous system that is
11 substantially similar to or greater than the stimulant, depressant,
12 analgesic, or hallucinogenic effect on the central nervous system of a
13 Schedule I or Schedule II controlled substance as provided in section
14 28-405. A controlled substance analogue shall, to the extent intended for
15 human consumption, be treated as a controlled substance under Schedule I
16 of section 28-405 for purposes of the Uniform Controlled Substances Act;
17 and

18 (b) Controlled substance analogue does not include (i) a controlled
19 substance, (ii) any substance generally recognized as safe and effective
20 within the meaning of the Federal Food, Drug, and Cosmetic Act, 21 U.S.C.
21 301 et seq., as such act existed on January 1, 2014, (iii) any substance
22 for which there is an approved new drug application, or (iv) with respect
23 to a particular person, any substance if an exemption is in effect for
24 investigational use for that person, under section 505 of the Federal
25 Food, Drug, and Cosmetic Act, 21 U.S.C. 355, as such section existed on
26 January 1, 2014, to the extent conduct with respect to such substance is
27 pursuant to such exemption;

28 (31) Anabolic steroid means any drug or hormonal substance,
29 chemically and pharmacologically related to testosterone (other than
30 estrogens, progestins, and corticosteroids), that promotes muscle growth
31 and includes any controlled substance in Schedule III(d) of section

1 28-405. Anabolic steroid does not include any anabolic steroid which is
2 expressly intended for administration through implants to cattle or other
3 nonhuman species and has been approved by the Secretary of Health and
4 Human Services for such administration, but if any person prescribes,
5 dispenses, or distributes such a steroid for human use, such person shall
6 be considered to have prescribed, dispensed, or distributed an anabolic
7 steroid within the meaning of this subdivision;

8 (32) Chart order means an order for a controlled substance issued by
9 a practitioner for a patient who is in the hospital where the chart is
10 stored or for a patient receiving detoxification treatment or maintenance
11 treatment pursuant to section 28-412. Chart order does not include a
12 prescription;

13 (33) Medical order means a prescription, a chart order, or an order
14 for pharmaceutical care issued by a practitioner;

15 (34) Prescription means an order for a controlled substance issued
16 by a practitioner. Prescription does not include a chart order;

17 (35) Registrant means any person who has a controlled substances
18 registration issued by the state or the administration;

19 (36) Reverse distributor means a person whose primary function is to
20 act as an agent for a pharmacy, wholesaler, manufacturer, or other entity
21 by receiving, inventorying, and managing the disposition of outdated,
22 expired, or otherwise nonsaleable controlled substances;

23 (37) Signature means the name, word, or mark of a person written in
24 his or her own hand with the intent to authenticate a writing or other
25 form of communication or a digital signature which complies with section
26 86-611 or an electronic signature;

27 (38) Facsimile means a copy generated by a system that encodes a
28 document or photograph into electrical signals, transmits those signals
29 over telecommunications lines, and reconstructs the signals to create an
30 exact duplicate of the original document at the receiving end;

31 (39) Electronic signature has the definition found in section

1 86-621;

2 (40) Electronic transmission means transmission of information in
3 electronic form. Electronic transmission includes computer-to-computer
4 transmission or computer-to-facsimile transmission;

5 (41) Long-term care facility means an intermediate care facility, an
6 intermediate care facility for persons with developmental disabilities, a
7 long-term care hospital, a mental health center, a nursing facility, or a
8 skilled nursing facility, as such terms are defined in the Health Care
9 Facility Licensure Act;

10 (42) Compounding has the same meaning as in section 38-2811;

11 (43) Cannabinoid receptor agonist shall mean any chemical compound
12 or substance that, according to scientific or medical research, study,
13 testing, or analysis, demonstrates the presence of binding activity at
14 one or more of the CB1 or CB2 cell membrane receptors located within the
15 human body; and

16 (44) Lookalike substance means a product or substance, not
17 specifically designated as a controlled substance in section 28-405, that
18 is either portrayed in such a manner by a person to lead another person
19 to reasonably believe that it produces effects on the human body that
20 replicate, mimic, or are intended to simulate the effects produced by a
21 controlled substance or that possesses one or more of the following
22 indicia or characteristics:

23 (a) The packaging or labeling of the product or substance suggests
24 that the user will achieve euphoria, hallucination, mood enhancement,
25 stimulation, or another effect on the human body that replicates or
26 mimics those produced by a controlled substance;

27 (b) The name or packaging of the product or substance uses images or
28 labels suggesting that it is a controlled substance or produces effects
29 on the human body that replicate or mimic those produced by a controlled
30 substance;

31 (c) The product or substance is marketed or advertised for a

1 particular use or purpose and the cost of the product or substance is
2 disproportionately higher than other products or substances marketed or
3 advertised for the same or similar use or purpose;

4 (d) The packaging or label on the product or substance contains
5 words or markings that state or suggest that the product or substance is
6 in compliance with state and federal laws regulating controlled
7 substances;

8 (e) The owner or person in control of the product or substance uses
9 evasive tactics or actions to avoid detection or inspection of the
10 product or substance by law enforcement authorities;

11 (f) The owner or person in control of the product or substance makes
12 a verbal or written statement suggesting or implying that the product or
13 substance is a synthetic drug or that consumption of the product or
14 substance will replicate or mimic effects on the human body to those
15 effects commonly produced through use or consumption of a controlled
16 substance;

17 (g) The owner or person in control of the product or substance makes
18 a verbal or written statement to a prospective customer, buyer, or
19 recipient of the product or substance implying that the product or
20 substance may be resold for profit; or

21 (h) The product or substance contains a chemical or chemical
22 compound that does not have a legitimate relationship to the use or
23 purpose claimed by the seller, distributor, packer, or manufacturer of
24 the product or substance or indicated by the product name, appearing on
25 the product's packaging or label or depicted in advertisement of the
26 product or substance.

27 Sec. 3. Section 28-417, Reissue Revised Statutes of Nebraska, is
28 amended to read:

29 28-417 (1) It shall be unlawful for any person:

30 (a) To omit, remove, alter, or obliterate a symbol required by the
31 federal Controlled Substances Act, 21 U.S.C. 801 et seq., as the act

1 existed on September 1, 2001, or required by the laws of this state;

2 (b) To alter, deface, or remove any label affixed to a package of
3 narcotic drugs;

4 (c) To refuse or fail to make, keep, or furnish any record,
5 notification, order form, statement, invoice, or information required
6 under the Uniform Controlled Substances Act;

7 (d) To refuse any entry into any premises for inspection authorized
8 by the act;

9 (e) To keep or maintain any store, shop, warehouse, dwelling house,
10 building, vehicle, boat, aircraft, or place whatever which such person
11 knows or should know is resorted to by persons using controlled
12 substances in violation of the Uniform Controlled Substances Act for the
13 purpose of using such substances or which is used for the keeping or
14 selling of the same in violation of the act;

15 (f) To whom or for whose use any controlled substance has been
16 prescribed, sold, or dispensed by a practitioner or the owner of any
17 animal for which any such substance has been prescribed, ~~sold, or~~
18 ~~dispensed~~ by a veterinarian to possess it in a container other than which
19 it was delivered to him or her by the practitioner; or

20 (g) To be under the influence of any controlled substance for a
21 purpose other than the treatment of a sickness or injury as prescribed or
22 administered by a practitioner. In a prosecution under this subdivision,
23 it shall not be necessary for the state to prove that the accused was
24 under the influence of any specific controlled substance, but it shall be
25 sufficient for a conviction under this subdivision for the state to prove
26 that the accused was under the influence of some controlled substance by
27 proving that the accused did manifest physical and physiological symptoms
28 or reactions caused by the use of any controlled substance.

29 (2) Any person who violates this section shall be guilty of a Class
30 III misdemeanor.

31 Sec. 4. Section 38-2841, Reissue Revised Statutes of Nebraska, is

1 amended to read:

2 38-2841 (1) Prescription drug or device or legend drug or device
3 means:

4 (a) A drug or device which is required under federal law to be
5 labeled with one of the following statements prior to being dispensed or
6 delivered:

7 (i) Caution: Federal law prohibits dispensing without prescription;

8 (ii) Caution: Federal law restricts this drug to use by or as
9 prescribed by ~~on the order of~~ a licensed veterinarian; or

10 (iii) "Rx Only"; or

11 (b) A drug or device which is required by any applicable federal or
12 state law to be dispensed pursuant only to a prescription or chart order
13 or which is restricted to use by practitioners only.

14 (2) Prescription drug or device or legend drug or device does not
15 include a type of device, including supplies and device components, which
16 carries the federal Food and Drug Administration legend "Caution: Federal
17 law restricts this device to sale by or on the order of a licensed health
18 care practitioner" or an alternative legend approved by the federal Food
19 and Drug Administration which it recognizes, in published guidance, as
20 conveying essentially the same message.

21 Sec. 5. Section 38-2850, Reissue Revised Statutes of Nebraska, is
22 amended to read:

23 38-2850 As authorized by the Uniform Credentialing Act, the practice
24 of pharmacy may be engaged in by a pharmacist, a pharmacist intern, or a
25 practitioner with a pharmacy license. The practice of pharmacy shall not
26 be construed to include:

27 (1) Practitioners, other than ~~veterinarians,~~ certified nurse
28 midwives, certified registered nurse anesthetists, nurse practitioners,
29 and physician assistants, who dispense drugs or devices as an incident to
30 the practice of their profession, except that if such practitioner
31 engages in dispensing such drugs or devices to his or her patients for

1 which such patients are charged, such practitioner shall obtain a
2 pharmacy license;

3 (2) Persons who sell, offer, or expose for sale nonprescription
4 drugs or proprietary medicines, the sale of which is not in itself a
5 violation of the Nebraska Liquor Control Act;

6 (3) Medical representatives, detail persons, or persons known by
7 some name of like import, but only to the extent of permitting the
8 relating of pharmaceutical information to health care professionals;

9 (4) Licensed veterinarians practicing within the scope of their
10 profession;

11 (5) Certified nurse midwives, certified registered nurse
12 anesthetists, nurse practitioners, and physician assistants who dispense
13 sample medications which are provided by the manufacturer and are
14 dispensed at no charge to the patient;

15 (6) Optometrists who prescribe or dispense eyeglasses or contact
16 lenses to their own patients, including contact lenses that contain and
17 deliver ocular pharmaceutical agents as authorized under the Optometry
18 Practice Act, and ophthalmologists who prescribe or dispense eyeglasses
19 or contact lenses to their own patients, including contact lenses that
20 contain and deliver ocular pharmaceutical agents;

21 (7) Registered nurses or licensed practical nurses employed by a
22 hospital who administer pursuant to a chart order, or procure for such
23 purpose, single doses of drugs or devices from original drug or device
24 containers or properly labeled repackaged or prepackaged drug or device
25 containers to persons registered as patients and within the confines of
26 the hospital;

27 (8) Persons employed by a facility where dispensed drugs and devices
28 are delivered from a pharmacy for pickup by a patient or caregiver and no
29 dispensing or storage of drugs or devices occurs;

30 (9) Persons who sell or purchase medical products, compounds,
31 vaccines, or serums used in the prevention or cure of animal diseases and

1 maintenance of animal health if such medical products, compounds,
2 vaccines, or serums are not sold or purchased under a direct, specific,
3 written medical order of a licensed veterinarian;

4 (10) A person accredited by an accrediting body who, pursuant to a
5 medical order, (a) administers, dispenses, or distributes medical gas or
6 medical gas devices to patients or ultimate users or (b) purchases or
7 receives medical gas or medical gas devices for administration,
8 dispensing, or distribution to patients or ultimate users; and

9 (11) A person accredited by an accrediting body who, pursuant to a
10 medical order, (a) sells, delivers, or distributes devices described in
11 subsection (2) of section 38-2841 to patients or ultimate users or (b)
12 purchases or receives such devices with intent to sell, deliver, or
13 distribute to patients or ultimate users.

14 Sec. 6. Section 38-3312, Reissue Revised Statutes of Nebraska, is
15 amended to read:

16 38-3312 (1) Practice of veterinary medicine and surgery means:

17 (a) ~~(1)~~ To diagnose, treat, correct, change, relieve, or prevent
18 animal disease, deformity, defect, injury, or other physical or mental
19 conditions, including the prescription or administration of any drug,
20 medicine, biologic, apparatus, application, anesthetic, or other
21 therapeutic or diagnostic substance or technique, and the use of any
22 manual or mechanical procedure for testing for pregnancy or fertility or
23 for correcting sterility or infertility. The acts described in this
24 subdivision shall not be done without a valid veterinarian-client-patient
25 relationship;

26 (b) ~~(2)~~ To render advice or recommendation with regard to any act
27 described in subdivision (a) ~~(1)~~ of this subsection ~~section~~;

28 (c) ~~(3)~~ To represent, directly or indirectly, publicly or privately,
29 an ability and willingness to do any act described in subdivision (a) ~~(1)~~
30 of this subsection ~~section~~; and

31 (d) ~~(4)~~ To use any title, words, abbreviation, or letters in a

1 manner or under circumstances which induce the belief that the person
2 using them is qualified to do any act described in subdivision (a) ~~(1)~~ of
3 this subsection ~~section~~.

4 (2) Practice of veterinary medicine and surgery does not include
5 dispensing controlled substances except dispensing incident to practice.

6 Sec. 7. Section 71-2454, Revised Statutes Cumulative Supplement,
7 2016, is amended to read:

8 71-2454 (1) An entity described in section 71-2455 shall establish a
9 system of prescription drug monitoring for the purposes of (a) preventing
10 the misuse of controlled substances that are prescribed and (b) allowing
11 prescribers and dispensers to monitor the care and treatment of patients
12 for whom such a prescription drug is prescribed to ensure that such
13 prescription drugs are used for medically appropriate purposes and that
14 the State of Nebraska remains on the cutting edge of medical information
15 technology.

16 (2) Such system of prescription drug monitoring shall be implemented
17 as follows: Beginning ~~Except as provided in subsection (4) of this~~
18 ~~section,~~ beginning January 1, 2017, all dispensed prescriptions of
19 controlled substances shall be reported; and beginning January 1, 2018,
20 all prescription information shall be reported to the prescription drug
21 monitoring system. The prescription drug monitoring system shall include,
22 but not be limited to, provisions that:

23 (a) Prohibit any patient from opting out of the prescription drug
24 monitoring system;

25 (b) Require all prescriptions dispensed in this state or to an
26 address in this state to be entered into the system by the dispenser or
27 his or her designee daily after such prescription is dispensed, including
28 those for patients paying cash for such prescription drug or otherwise
29 not relying on a third-party payor for payment for the prescription drug;

30 (c) Allow all prescribers or dispensers of prescription drugs to
31 access the system at no cost to such prescriber or dispenser; and

1 (d) Ensure that such system includes information relating to all
2 payors, including, but not limited to, the medical assistance program
3 established pursuant to the Medical Assistance Act.

4 Dispensers may begin on February 25, 2016, to report dispensing of
5 prescriptions to the entity described in section 71-2455 which is
6 responsible for establishing the system of prescription drug monitoring.

7 (3) Prescription information that shall be submitted electronically
8 to the prescription drug monitoring system shall be determined by the
9 entity described in section 71-2455 and shall include, but not be limited
10 to:

11 (a) The patient's name, address, and date of birth;

12 (b) The name and address of the pharmacy dispensing the
13 prescription;

14 (c) The date the prescription is issued;

15 (d) The date the prescription is filled;

16 (e) The name of the drug dispensed or the National Drug Code number
17 as published by the federal Food and Drug Administration of the drug
18 dispensed;

19 (f) The strength of the drug prescribed;

20 (g) The quantity of the drug prescribed and the number of days'
21 supply; and

22 (h) The prescriber's name and National Provider Identifier number or
23 Drug Enforcement Administration number when reporting a controlled
24 substance.

25 ~~(4) Beginning January 1, 2018, a veterinarian licensed under the~~
26 ~~Veterinary Medicine and Surgery Practice Act shall be required to report~~
27 ~~a dispensed prescription of controlled substances listed on Schedule II,~~
28 ~~Schedule III, or Schedule IV pursuant to section 28-405.~~

29 (4) (5) All prescription drug information submitted pursuant to this
30 section, all data contained in the prescription drug monitoring system,
31 and any report obtained from data contained in the prescription drug

1 monitoring system are not public records and may be withheld pursuant to
2 section 84-712.05.

3 (5) ~~(6)~~ For purposes of this section:

4 (a) Designee means any licensed or registered health care
5 professional designated by a dispenser to act as an agent of the
6 dispenser for purposes of submitting or accessing data in the
7 prescription drug monitoring system and who is directly supervised by
8 such dispenser;

9 (b) Dispenser means a person authorized in the jurisdiction in which
10 he or she is practicing to deliver a prescription to the ultimate user by
11 or pursuant to the lawful order of a prescriber but does not include (i)
12 the delivery of such prescription drug for immediate use for purposes of
13 inpatient hospital care or emergency department care, (ii) the
14 administration of a prescription drug by an authorized person upon the
15 lawful order of a prescriber, or (iii) a wholesale distributor of a
16 prescription drug monitored by the prescription drug monitoring system,
17 ~~or (iv) through December 31, 2017, a veterinarian licensed under the~~
18 ~~Veterinary Medicine and Surgery Practice Act when dispensing~~
19 ~~prescriptions for animals in the usual course of providing professional~~
20 ~~services; and~~

21 (c) Prescriber means a health care professional authorized to
22 prescribe in the profession which he or she practices.

23 Sec. 8. Section 71-2476, Revised Statutes Cumulative Supplement,
24 2016, is amended to read:

25 71-2476 (1) Prescription drug or device or legend drug or device
26 means a drug or device:

27 (a) Which is required under federal law to be labeled with one of
28 the following statements prior to being dispensed or delivered:

29 (i) Caution: Federal law prohibits dispensing without prescription;

30 (ii) Caution: Federal law restricts this drug to use by or as
31 prescribed by ~~on the order of~~ a licensed veterinarian; or

1 (iii) "Rx Only"; or

2 (b) Which is required by any applicable federal or state law to be
3 dispensed pursuant only to a prescription or chart order or which is
4 restricted to use by practitioners only.

5 (2) Prescription drug or device or legend drug or device does not
6 include a type of device, including supplies and device components, which
7 carries the federal Food and Drug Administration legend "Caution: Federal
8 law restricts this device to sale by or on the order of a licensed health
9 care practitioner" or an alternative legend approved by the federal Food
10 and Drug Administration which it recognizes, in published guidance, as
11 conveying essentially the same message.

12 Sec. 9. Section 71-8909, Reissue Revised Statutes of Nebraska, is
13 amended to read:

14 71-8909 Veterinary drug distributor means any person or entity that
15 engages in the distribution of veterinary legend drugs in the State of
16 Nebraska other than a pharmacy ~~or a veterinarian licensed under the~~
17 ~~Uniform Credentialing Act acting within the scope of practice of~~
18 ~~veterinary medicine and surgery as defined in section 38-3312.~~

19 Sec. 10. Section 71-8911, Reissue Revised Statutes of Nebraska, is
20 amended to read:

21 71-8911 Veterinary legend drug means a drug which under federal law
22 is required, prior to being distributed, to be labeled with the following
23 statement: "Caution: Federal law restricts this drug to use by or as
24 prescribed by ~~on the order of~~ a licensed veterinarian."

25 Sec. 11. Section 71-8912, Reissue Revised Statutes of Nebraska, is
26 amended to read:

27 71-8912 No person or entity shall distribute, sell, or offer for
28 sale any veterinary legend drug in this state without first obtaining a
29 license issued by the department under the Veterinary Drug Distribution
30 Licensing Act, ~~except that a veterinarian licensed under the Veterinary~~
31 ~~Medicine and Surgery Practice Act acting within the scope of practice of~~

1 ~~his or her profession shall not be required to be licensed under the~~
2 ~~Veterinary Drug Distribution Licensing Act.~~

3 Sec. 12. Original sections 2-3985, 28-401, 28-417, 38-2841,
4 38-2850, 38-3312, 71-8909, 71-8911, and 71-8912, Reissue Revised Statutes
5 of Nebraska, and sections 71-2454 and 71-2476, Revised Statutes
6 Cumulative Supplement, 2016, are repealed.

7 Sec. 13. The following section is outright repealed: Section
8 71-2454.01, Revised Statutes Cumulative Supplement, 2016.