

LEGISLATURE OF NEBRASKA
ONE HUNDRED FIRST LEGISLATURE
FIRST SESSION
LEGISLATIVE BILL 604
FINAL READING

Introduced by Howard, 9.

Read first time January 21, 2009

Committee: Health and Human Services

A BILL

1 FOR AN ACT relating to the Pharmacy Practice Act; to amend sections
2 38-2801, 38-2802, 38-2826, 38-2850, 38-2867, 38-2869, and
3 38-2873, Reissue Revised Statutes of Nebraska; to define
4 terms and eliminate a term; to change and eliminate
5 provisions relating to medical gas distribution; to
6 harmonize provisions; to repeal the original sections; to
7 outright repeal section 38-2827, Reissue Revised Statutes
8 of Nebraska; and to declare an emergency.
9 Be it enacted by the people of the State of Nebraska,

1 Section 1. Section 38-2801, Reissue Revised Statutes of
2 Nebraska, is amended to read:

3 38-2801 Sections 38-2801 to 38-28,103 and sections 3 to
4 5 of this act shall be known and may be cited as the Pharmacy
5 Practice Act.

6 Sec. 2. Section 38-2802, Reissue Revised Statutes of
7 Nebraska, is amended to read:

8 38-2802 For purposes of the Pharmacy Practice Act and
9 elsewhere in the Uniform Credentialing Act, unless the context
10 otherwise requires, the definitions found in sections 38-2803 to
11 38-2848 and sections 3 to 5 of this act apply.

12 Sec. 3. Accrediting body means an entity recognized
13 by the Centers for Medicare and Medicaid Services to provide
14 accrediting services for the Medicare Part B Home Medical Equipment
15 Services Benefit.

16 Sec. 4. Medical gas means oxygen in liquid or gaseous
17 form intended for human consumption.

18 Sec. 5. Medical gas device means a medical device
19 associated with the administration of medical gas.

20 Sec. 6. Section 38-2826, Reissue Revised Statutes of
21 Nebraska, is amended to read:

22 38-2826 Labeling means the process of preparing and
23 affixing a label to any drug container or device container,
24 exclusive of the labeling by a manufacturer, packer, or distributor
25 of a nonprescription drug or commercially packaged legend drug

1 or device. Any such label shall include all information required
2 by federal and state law or regulation. Compliance with labeling
3 requirements under federal law for medical gases and medical gas
4 devices constitutes compliance with state law and regulations for
5 purposes of this section.

6 Sec. 7. Section 38-2850, Reissue Revised Statutes of
7 Nebraska, is amended to read:

8 38-2850 As authorized by the Uniform Credentialing Act,
9 the practice of pharmacy may be engaged in by a pharmacist, a
10 pharmacist intern, or a practitioner with a pharmacy license. The
11 practice of pharmacy shall not be construed to include:

12 (1) Persons who sell, offer, or expose for sale
13 completely denatured alcohol or concentrated lye, insecticides, and
14 fungicides in original packages;

15 (2) Practitioners, other than veterinarians, certified
16 nurse midwives, certified registered nurse anesthetists, and nurse
17 practitioners, who dispense drugs or devices as an incident to
18 the practice of their profession, except that if such practitioner
19 regularly engages in dispensing such drugs or devices to his or
20 her patients for which such patients are charged, such practitioner
21 shall obtain a pharmacy license;

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

25 (4) Medical representatives, detail persons, or persons

1 known by some name of like import, but only to the extent of
2 permitting the relating of pharmaceutical information to health
3 care professionals;

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

6 (6) Certified nurse midwives, certified registered
7 nurse anesthetists, and nurse practitioners who dispense sample
8 medications which are provided by the manufacturer and are
9 dispensed at no charge to the patient;

10 (7) Hospitals engaged in the compounding and dispensing
11 of drugs and devices pursuant to chart orders for persons
12 registered as patients and within the confines of the hospital,
13 except that if a hospital engages in such compounding and
14 dispensing for persons not registered as patients and within
15 the confines of the hospital, such hospital shall obtain a pharmacy
16 license or delegated dispensing permit;

17 (8) Optometrists who prescribe or dispense eyeglasses or
18 contact lenses to their own patients;

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

25 (10) Persons employed by a facility where dispensed drugs

1 and devices are delivered from a pharmacy for pickup by a patient
2 or caregiver and no dispensing or storage of drugs or devices
3 occurs; ~~and~~

4 (11) Persons who sell or purchase medical products,
5 compounds, vaccines, or serums used in the prevention or cure of
6 animal diseases and maintenance of animal health if such medical
7 products, compounds, vaccines, or serums are not sold or purchased
8 under a direct, specific, written medical order of a licensed
9 veterinarian; ~~and-~~

10 (12) A pharmacy or a person accredited by an accrediting
11 body which or who, pursuant to a medical order, (a) administers,
12 dispenses, or distributes medical gas or medical gas devices to
13 patients or ultimate users or (b) purchases or receives medical
14 gas or medical gas devices for administration, dispensing, or
15 distribution to patients or ultimate users.

16 Sec. 8. Section 38-2867, Reissue Revised Statutes of
17 Nebraska, is amended to read:

18 38-2867 (1) Except as provided for pharmacy technicians
19 in sections 38-2890 to 38-2897, for persons described in
20 subdivision (12) of section 38-2850, and for individuals authorized
21 to dispense under a delegated dispensing permit, no person other
22 than a licensed pharmacist, a pharmacist intern, or a practitioner
23 with a pharmacy license shall provide pharmaceutical care, compound
24 and dispense drugs or devices, or dispense pursuant to a medical
25 order. Notwithstanding any other provision of law to the contrary,

1 a pharmacist or pharmacist intern may dispense drugs or devices
2 pursuant to a medical order of a practitioner authorized to
3 prescribe in another state if such practitioner could be authorized
4 to prescribe such drugs or devices in this state.

5 (2) Except as provided for pharmacy technicians in
6 sections 38-2890 to 38-2897, for persons described in subdivision
7 (12) of section 38-2850, and for individuals authorized to dispense
8 under a delegated dispensing permit, it shall be unlawful for any
9 person to permit or direct a person who is not a pharmacist intern,
10 a licensed pharmacist, or a practitioner with a pharmacy license
11 to provide pharmaceutical care, compound and dispense drugs or
12 devices, or dispense pursuant to a medical order.

13 (3) It shall be unlawful for any person to coerce
14 or attempt to coerce a pharmacist to enter into a delegated
15 dispensing agreement or to supervise any pharmacy technician for
16 any purpose or in any manner contrary to the professional judgment
17 of the pharmacist. Violation of this subsection by a health care
18 professional regulated pursuant to the Uniform Credentialing Act
19 shall be considered an act of unprofessional conduct. A violation
20 of this subsection by a facility shall be prima facie evidence
21 in an action against the license of the facility pursuant to the
22 Health Care Facility Licensure Act. Any pharmacist subjected to
23 coercion or attempted coercion pursuant to this subsection has a
24 cause of action against the person and may recover his or her
25 damages and reasonable attorney's fees.

1 (4) Violation of this section by an unlicensed person
2 shall be a Class III misdemeanor.

3 Sec. 9. Section 38-2869, Reissue Revised Statutes of
4 Nebraska, is amended to read:

5 38-2869 (1)(a) Prior to the dispensing or the delivery
6 of a drug or device pursuant to a medical order to a patient
7 or caregiver, a pharmacist shall in all care settings conduct
8 a prospective drug utilization review. Such prospective drug
9 utilization review shall involve monitoring the patient-specific
10 medical history described in subdivision (b) of this subsection and
11 available to the pharmacist at the practice site for:

- 12 (i) Therapeutic duplication;
13 (ii) Drug-disease contraindications;
14 (iii) Drug-drug interactions;
15 (iv) Incorrect drug dosage or duration of drug treatment;
16 (v) Drug-allergy interactions; and
17 (vi) Clinical abuse or misuse.

18 (b) A pharmacist conducting a prospective drug
19 utilization review shall ensure that a reasonable effort is made
20 to obtain from the patient, his or her caregiver, or his or her
21 practitioner and to record and maintain records of the following
22 information to facilitate such review:

- 23 (i) The name, address, telephone number, date of birth,
24 and gender of the patient;
25 (ii) The patient's history of significant disease, known

1 allergies, and drug reactions and a comprehensive list of relevant
2 drugs and devices used by the patient; and

3 (iii) Any comments of the pharmacist relevant to the
4 patient's drug therapy.

5 (c) The assessment of data on drug use in any prospective
6 drug utilization review shall be based on predetermined standards,
7 approved by the board.

8 (2)(a) Prior to the dispensing or delivery of a drug or
9 device pursuant to a prescription, the pharmacist shall ensure that
10 a verbal offer to counsel the patient or caregiver is made. The
11 counseling of the patient or caregiver by the pharmacist shall be
12 on elements which, in the exercise of the pharmacist's professional
13 judgment, the pharmacist deems significant for the patient. Such
14 elements may include, but need not be limited to, the following:

15 (i) The name and description of the prescribed drug or
16 device;

17 (ii) The route of administration, dosage form, dose, and
18 duration of therapy;

19 (iii) Special directions and precautions for preparation,
20 administration, and use by the patient or caregiver;

21 (iv) Common side effects, adverse effects or
22 interactions, and therapeutic contraindications that may be
23 encountered, including avoidance, and the action required if such
24 effects, interactions, or contraindications occur;

25 (v) Techniques for self-monitoring drug therapy;

- 1 (vi) Proper storage;
- 2 (vii) Prescription refill information; and
- 3 (viii) Action to be taken in the event of a missed dose.
- 4 (b) The patient counseling provided for in this
- 5 subsection shall be provided in person whenever practical or by the
- 6 utilization of telephone service which is available at no cost to
- 7 the patient or caregiver.
- 8 (c) Patient counseling shall be appropriate to the
- 9 individual patient and shall be provided to the patient or
- 10 caregiver.
- 11 (d) Written information may be provided to the patient or
- 12 caregiver to supplement the patient counseling provided for in this
- 13 subsection but shall not be used as a substitute for such patient
- 14 counseling.
- 15 (e) This subsection shall not be construed to require a
- 16 pharmacist to provide patient counseling when:
- 17 (i) The patient or caregiver refuses patient counseling;
- 18 (ii) The pharmacist, in his or her professional judgment,
- 19 determines that patient counseling may be detrimental to the
- 20 patient's care or to the relationship between the patient and his
- 21 or her practitioner;
- 22 (iii) The patient is a patient or resident of a health
- 23 care facility or health care service licensed under the Health Care
- 24 Facility Licensure Act to whom prescription drugs or devices are
- 25 administered by a licensed or certified staff member or consultant

1 or a certified physician's assistant; ~~or~~

2 (iv) The practitioner authorized to prescribe drugs or
3 devices specifies that there shall be no patient counseling unless
4 he or she is contacted prior to such patient counseling. The
5 prescribing practitioner shall specify such prohibition in an oral
6 prescription or in writing on the face of a written prescription,
7 including any prescription which is received by facsimile or
8 electronic transmission. The pharmacist shall note "Contact Before
9 Counseling" on the face of the prescription if such is communicated
10 orally by the prescribing practitioner; or-

11 (v) A medical gas or a medical gas device is
12 administered, dispensed, or distributed by a person described in
13 subdivision (12) of section 38-2850.

14 Sec. 10. Section 38-2873, Reissue Revised Statutes of
15 Nebraska, is amended to read:

16 38-2873 (1) Any person who has entered into a delegated
17 dispensing agreement pursuant to section 38-2872 may apply to the
18 department for a delegated dispensing permit. An applicant shall
19 apply at least thirty days prior to the anticipated date for
20 commencing delegated dispensing activities. Each applicant shall
21 (a) file an application as prescribed by the department and a copy
22 of the delegated dispensing agreement and (b) pay any fees required
23 by the department. A hospital applying for a delegated dispensing
24 permit shall not be required to pay an application fee if it has a
25 pharmacy license under the Health Care Facility Licensure Act.

1 (2) The department shall issue or renew a delegated
2 dispensing permit to an applicant if the department, with the
3 recommendation of the board, determines that:

4 (a) The application and delegated dispensing agreement
5 comply with the Pharmacy Practice Act;

6 (b) The public health and welfare is protected and public
7 convenience and necessity is promoted by the issuance of such
8 permit. If the applicant is a hospital, public health clinic, or
9 dialysis drug or device distributor, ~~or medical gas distributor,~~
10 the department shall find that the public health and welfare is
11 protected and public convenience and necessity is promoted. For any
12 other applicant, the department may, in its discretion, require the
13 submission of documentation to demonstrate that the public health
14 and welfare is protected and public convenience and necessity is
15 promoted by the issuance of the delegated dispensing permit; and

16 (c) The applicant has complied with any inspection
17 requirements pursuant to section 38-2874.

18 (3) In addition to the requirements of subsection (2)
19 of this section, a public health clinic (a) shall apply for a
20 separate delegated dispensing permit for each clinic maintained on
21 separate premises even though such clinic is operated under the
22 same management as another clinic and (b) shall not apply for
23 a separate delegated dispensing permit to operate an ancillary
24 facility. For purposes of this subsection, ancillary facility means
25 a delegated dispensing site which offers intermittent services,

1 which is staffed by personnel from a public health clinic for which
2 a delegated dispensing permit has been issued, and at which no
3 legend drugs or devices are stored.

4 (4) A delegated dispensing permit shall not be
5 transferable. Such permit shall expire annually on July 1 unless
6 renewed by the department. The department, with the recommendation
7 of the board, may adopt and promulgate rules and regulations to
8 reinstate expired permits upon payment of a late fee.

9 Sec. 11. Original sections 38-2801, 38-2802, 38-2826,
10 38-2850, 38-2867, 38-2869, and 38-2873, Reissue Revised Statutes of
11 Nebraska, are repealed.

12 Sec. 12. The following section is outright repealed:
13 Section 38-2827, Reissue Revised Statutes of Nebraska.

14 Sec. 13. Since an emergency exists, this act takes effect
15 when passed and approved according to law.