#### SECOND REGULAR SESSION

### SENATE COMMITTEE SUBSTITUTE FOR

HOUSE COMMITTEE SUBSTITUTE FOR

# HOUSE BILL NOS. 1366 & 1878

### 98TH GENERAL ASSEMBLY

Reported from the Committee on Veterans' Affairs and Health, April 14, 2016, with recommendation that the Senate Committee Substitute do pass.

4897S.03C

ADRIANE D. CROUSE, Secretary.

## AN ACT

To repeal sections 338.056, 338.059, and 338.100, RSMo, and to enact in lieu thereof four new sections relating to interchangeable biological products.

Be it enacted by the General Assembly of the State of Missouri, as follows:

Section A. Sections 338.056, 338.059, and 338.100, RSMo, are repealed

- 2 and four new sections enacted in lieu thereof, to be known as sections 338.056,
- 3 338.059, 338.085, and 338.100, to read as follows:
  - 338.056. 1. Except as provided in subsection 2 of this section, the
- 2 pharmacist filling prescription orders for drug products prescribed by trade or
- 3 brand name may select another drug product with the same active chemical
- 4 ingredients of the same strength, quantity and dosage form, and of the same
- 5 generic drug or interchangeable biological product type, as determined by
- 6 the United States Adopted Names and accepted by the Federal Food and Drug
- 7 Administration. Selection pursuant to this section is within the discretion of the
- 8 pharmacist, except as provided in subsection 2 of this section. The pharmacist
- 9 who selects the drug or interchangeable biological product to be dispensed
- 10 pursuant to this section shall assume the same responsibility for selecting the
- 11 dispensed drug or biological product as would be incurred in filling a
- 12 prescription for a drug or interchangeable biological product prescribed by
- 3 generic or interchangeable biologic name. The pharmacist shall not select
- 14 a drug or interchangeable biological product pursuant to this section unless
- 15 the product selected costs the patient less than the prescribed product.
- 16 2. A pharmacist who receives a prescription for a brand name drug or
- 17 **biological product** may, unless requested otherwise by the purchaser, select a

- 18 less expensive generically equivalent or interchangeable biological product
- 19 under the following circumstances:
- 20 (1) If a written prescription is involved, the prescription form used shall
- 21 have two signature lines at opposite ends at the bottom of the form. Under the
- 22 line at the right side shall be clearly printed the words: "Dispense as
- 23 Written". Under the line at the left side shall be clearly printed the words
- 24 "Substitution Permitted". The prescriber shall communicate the instructions to
- 25 the pharmacist by signing the appropriate line. No prescription shall be valid
- 26 without the signature of the prescriber on one of these lines;
- 27 (2) If an oral prescription is involved, the practitioner or the practitioner's
- 28 agent, communicating the instructions to the pharmacist, shall instruct the
- 29 pharmacist as to whether or not a therapeutically equivalent generic drug or
- 30 interchangeable biological product may be substituted. The pharmacist
- 31 shall note the instructions on the file copy of the prescription.
- 32 3. All prescriptions written in the state of Missouri by practitioners
- 33 authorized to write prescriptions shall be on forms which comply with subsection
- 34 2 hereof.
- 4. Notwithstanding the provisions of subsection 2 of this section to the
- 36 contrary, a pharmacist may fill a prescription for a brand name drug by
- 37 substituting a generically equivalent drug or interchangeable biological
- 38 **product** when [generic] substitution is allowed in accordance with the laws of
- 39 the state where the prescribing practitioner is located.
- 5. Violations of this section are infractions.
  - 338.059. 1. It shall be the duty of a licensed pharmacist or a physician
  - 2 to affix or have affixed by someone under the pharmacist's or physician's
  - 3 supervision a label to each and every container provided to a consumer in which
  - 4 is placed any prescription drug or biological product upon which is typed or
- 5 written the following information:
- 6 (1) The date the prescription is filled;
- 7 (2) The sequential number or other unique identifier;
- 8 (3) The patient's name;
- 9 (4) The prescriber's directions for usage;
- 10 (5) The prescriber's name;
- 11 (6) The name and address of the pharmacy;
- 12 (7) The exact name and dosage of the drug dispensed;
- 13 (8) There may be one line under the information provided in subdivisions

- 14 (1) to (7) of this subsection stating "Refill" with a blank line or squares following or the words "No Refill";
- 16 (9) When a generic **or interchangeable biological** substitution is 17 dispensed, the name of the manufacturer or an abbreviation thereof shall appear 18 on the label or in the pharmacist's records as required in section 338.100.
- 20 Wholesale in this state and which requires a prescription to be dispensed at retail shall contain the name of the manufacturer, expiration date, if applicable, batch or lot number and national drug code.
- 338.085. 1. As used in this chapter, the following terms shall 2 mean:
- 3 (1) "Biological product", the same meaning as such term is 4 defined under 42 U.S.C. Section 262;
- 5 (2) "Interchangeable biological product", a biological product 6 that the Food and Drug Administration:
- 7 (a) Has licensed and determined meets the standards for 8 interchangeability under 42 U.S.C. Section 262(k)(4); or
- 9 (b) Has determined is therapeutically equivalent as set forth in 10 the latest edition of or supplement to the Food and Drug 11 Administration's Approved Drug Products with Therapeutic 12 Equivalence Evaluations (Orange Book).
- 2. A pharmacist may substitute an interchangeable biological product for a prescribed product only if all of the following conditions are met:
- 16 (1) The substituted product has been determined by the Food 17 and Drug Administration to be an interchangeable biological product 18 with the prescribed biological product;
- 19 **(2)** The substitution occurs according to the provisions of section 20 **338.056**; and
- 21 (3) The pharmacy informs the patient of the substitution.
- 3. Within five business days following the dispensing of a biological product, the dispensing pharmacist or the pharmacist's designee shall make an entry of the specific product provided to the patient including the name of the product and manufacturer. The communication shall be conveyed by making an entry that can be electronically accessed by the prescriber through one of the following means:

- 29 (1) An interoperable electronic medical records system;
- 30 (2) An electronic prescribing technology;
- 31 (3) A pharmacy benefit management system; or
- 32 (4) A pharmacy record.
- 4. Entry into an electronic records system as described in this subsection is presumed to provide notice to the prescriber. Otherwise, if an entry cannot be made under the provisions of subsection 3 of this section, the pharmacist shall communicate the biological product dispensed to the prescriber using facsimile, telephone, electronic transmission, or other prevailing means, except that communication shall not be required if:
- 40 (1) There is no Food and Drug Administration approved 41 interchangeable biological product for the product prescribed; or
- 42 (2) A refill prescription is not changed from the product 43 dispensed on the prior filling of the prescription.
- 5. The pharmacist shall maintain records in a manner consistent with section 338.100.
- 46 **6.** The pharmacist shall label prescriptions in a manner 47 consistent with section 338.059.
- 7. The board of pharmacy shall maintain a link on its website to the current list of all biological products determined by the Food and Drug Administration to be interchangeable with a specific biological product.
- 8. The board of pharmacy may promulgate rules for compliance 52 53 with the provisions of this section. Any rule or portion of a rule, as 54 that term is defined in section 536.010, that is created under the authority delegated in this section shall become effective only if it 55 complies with and is subject to all of the provisions of chapter 536 and, 57 if applicable, section 536.028. This section and chapter 536 are 58 nonseverable, and if any of the powers vested with the general assembly pursuant to chapter 536 to review, to delay the effective date, 59 to disapprove and annul a rule are subsequently held 60 61 unconstitutional, then the grant of rulemaking authority and any rule proposed or adopted after August 28, 2016, shall be invalid and void.
- 338.100. 1. Every permit holder of a licensed pharmacy shall cause to be 2 kept in a uniform fashion consistent with this section a suitable book, file, or 3 electronic record-keeping system in which shall be preserved, for a period of not

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less than five years, the original or order of each drug or biological product which has been compounded or dispensed at such pharmacy, according to and in 5 compliance with standards provided by the board, and shall produce the same in court or before any grand jury whenever lawfully required. A licensed pharmacy may maintain its prescription file on readable microfilm for records maintained over three years. After September, 1999, a licensed pharmacy may preserve 10 prescription files on microfilm or by electronic media storage for records 11 maintained over three years. The pharmacist in charge shall be responsible for complying with the permit holder's record-keeping system in compliance with this 12 section. Records maintained by a pharmacy that contain medical or drug 13 information on patients or their care shall be considered as confidential and shall only be released according to standards provided by the board. Upon request, the pharmacist in charge of such pharmacy shall furnish to the prescriber, and may 16 furnish to the person for whom such prescription was compounded or dispensed, 17 a true and correct copy of the original prescription. The file of original 18 prescriptions kept in any format in compliance with this section, and other 19 confidential records, as defined by law, shall at all times be open for inspection by board of pharmacy representatives. Records maintained in an electronic 21record-keeping system shall contain all information otherwise required in a 22manual record-keeping system. Electronic records shall be readily retrievable. Pharmacies may electronically maintain the original prescription or prescription order for each drug or biological product and may electronically 2526 annotate any change or alteration to a prescription record in the electronic 27record-keeping system as authorized by law; provided however, original written and faxed prescriptions shall be physically maintained on file at the pharmacy 29 under state and federal controlled substance laws.

- 2. An institutional pharmacy located in a hospital shall be responsible for maintaining records of the transactions of the pharmacy as required by federal and state laws and as necessary to maintain adequate control and accountability of all drugs. This shall include a system of controls and records for the requisitioning and dispensing of pharmaceutical supplies where applicable to patients, nursing care units and to other departments or services of the institution. Inspection performed pursuant to this subsection shall be consistent with the provisions of section 197.100.
- 38 3. "Electronic record-keeping system", as used in this section, shall mean 39 a system, including machines, methods of organization, and procedures, that

- 40 provides input, storage, processing, communications, output, and control functions
- 41 for digitized images of original prescriptions.

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