

PROPOSED

HOUSE OF REPRESENTATIVES AMENDMENTS TO S.B. 1569

(Reference to Senate engrossed bill)

1 Page 1, between lines 1 and 2, insert:

2 "Section 1. Section 32-1901, Arizona Revised Statutes, is amended to  
3 read:

4 32-1901. Definitions

5 In this chapter, unless the context otherwise requires:

6 1. "Administer" means directly applying a controlled substance,  
7 prescription-only drug, dangerous drug or narcotic drug, whether by  
8 injection, inhalation, ingestion or any other means, to the body of a  
9 patient or research subject by a practitioner or by the practitioner's  
10 authorized agent or the patient or research subject at the direction of the  
11 practitioner.

12 2. "Advertisement" means all representations that are disseminated  
13 in any manner or by any means other than by labeling for the purpose of  
14 inducing, or that are likely to induce, directly or indirectly, the  
15 purchase of drugs, devices, poisons or hazardous substances.

16 3. "Advisory letter" means a nondisciplinary letter to notify a  
17 licensee or permittee that either:

18 (a) While there is insufficient evidence to support disciplinary  
19 action, the board believes that continuation of the activities that led to  
20 the investigation may result in further board action against the licensee  
21 or permittee.

22 (b) The violation is a minor or technical violation that is not of  
23 sufficient merit to warrant disciplinary action.

1 (c) While the licensee or permittee has demonstrated substantial  
2 compliance through rehabilitation, remediation or reeducation that has  
3 mitigated the need for disciplinary action, the board believes that  
4 repeating the activities that led to the investigation may result in  
5 further board action against the licensee or permittee.

6 4. "Antiseptic", if a drug is represented as such on its label,  
7 means a representation that it is a germicide, except in the case of a drug  
8 purporting to be, or represented as, an antiseptic for inhibitory use as a  
9 wet dressing, ointment or dusting powder or other use that involves  
10 prolonged contact with the body.

11 5. "Authorized officers of the law" means legally empowered peace  
12 officers, compliance officers of the board of pharmacy and agents of the  
13 division of narcotics enforcement and criminal intelligence of the  
14 department of public safety.

15 6. "Automated prescription-dispensing kiosk" means a mechanical  
16 system that is operated as an extension of a pharmacy, that maintains all  
17 transaction information within the pharmacy operating system, that is  
18 separately permitted from the pharmacy and that performs operations that  
19 either:

20 (a) Accept a prescription or refill order, store prepackaged or  
21 repackaged medications, label and dispense patient-specific prescriptions  
22 and provide counseling on new or refilled prescriptions.

23 (b) Dispense or deliver a prescription or refill that has been  
24 prepared by or on behalf of the pharmacy that oversees the automated  
25 prescription-dispensing kiosk.

26 7. "Board" or "board of pharmacy" means the Arizona state board of  
27 pharmacy.

28 8. "Certificate of composition" means a list of a product's  
29 ingredients.

30 9. "Certificate of free sale" means a document that authenticates a  
31 product that is generally and freely sold in domestic or international  
32 channels of trade.

1           10. "Color additive" means a material that either:

2           (a) Is any dye, pigment or other substance that is made by a process  
3 of synthesis or similar artifice or that is extracted, isolated or  
4 otherwise derived, with or without intermediate or final change of  
5 identity, from any vegetable, animal, mineral or other source.

6           (b) If added or applied to a drug, or to the human body or any part  
7 of the human body, is capable of imparting color, except that color  
8 additive does not include any material that has been or may be exempted  
9 under the federal act. Color includes black, white and intermediate grays.

10           11. "Compounding" means preparing, mixing, assembling, packaging or  
11 labeling a drug by a pharmacist or an intern or pharmacy technician under  
12 the pharmacist's supervision, for the purpose of dispensing to a patient  
13 based on a valid prescription order. Compounding includes preparing drugs  
14 in anticipation of prescription orders prepared on routine, regularly  
15 observed prescribing patterns and preparing drugs as an incident to  
16 research, teaching or chemical analysis or for administration by a medical  
17 practitioner to the medical practitioner's patient and not for sale or  
18 dispensing. Compounding does not include preparing commercially available  
19 products from bulk compounds or preparing drugs for sale to pharmacies,  
20 practitioners or entities for the purpose of dispensing or distribution.

21           12. "Compressed medical gas distributor" means a person that holds a  
22 current permit issued by the board to distribute compressed medical gases  
23 to compressed medical gas suppliers and other entities that are registered,  
24 licensed or permitted to use, administer or distribute compressed medical  
25 gases.

26           13. "Compressed medical gases" means gases and liquid oxygen that a  
27 compressed medical gas distributor or manufacturer has labeled in  
28 compliance with federal law.

29           14. "Compressed medical gas order" means an order for compressed  
30 medical gases that is issued by a medical practitioner.

1           15. "Compressed medical gas supplier" means a person that holds a  
2 current permit issued by the board to supply compressed medical gases  
3 pursuant to a compressed medical gas order and only to the consumer or the  
4 patient.

5           16. "Controlled substance" means a drug, substance or immediate  
6 precursor that is identified, defined or listed in title 36, chapter 27,  
7 article 2 or the rules adopted pursuant to title 36, chapter 27, article 2.

8           17. "Corrosive" means any substance that when it comes in contact  
9 with living tissue will cause destruction of the tissue by chemical action.

10           18. "Counterfeit drug" means a drug that, or the container or  
11 labeling of which, without authorization, bears the trademark, trade name  
12 or other identifying mark, imprint, number or device, or any likeness of  
13 these, of a manufacturer, distributor or dispenser other than the person  
14 that in fact manufactured, distributed or dispensed that drug.

15           19. "Dangerous drug" has the same meaning prescribed in section  
16 13-3401.

17           20. "Day" means a business day.

18           21. "Decree of censure" means an official action that is taken by  
19 the board and that may include a requirement for restitution of fees to a  
20 patient or consumer.

21           22. "Deliver" or "delivery" means the actual, constructive or  
22 attempted transfer from one person to another whether or not there is an  
23 agency relationship.

24           23. "Deputy director" means a pharmacist who is employed by the  
25 board and selected by the executive director to perform duties as  
26 prescribed by the executive director.

27           24. "Device", except as used in paragraph 18 of this section,  
28 section 32-1965, paragraph 4 and section 32-1967, subsection A, paragraph  
29 15 and subsection C, means an instrument, apparatus or contrivance,  
30 including its components, parts and accessories, including all such items  
31 under the federal act, that is intended either:

1 (a) For use in diagnosing, curing, mitigating, treating or  
2 preventing disease in the human body or other animals.

3 (b) To affect the structure or any function of the human body or  
4 other animals.

5 25. "Director" means the director of the division of narcotics  
6 enforcement and criminal investigation of the department of public safety.

7 26. "Direct supervision of a pharmacist" means that the pharmacist  
8 is present. If relating to the sale of certain items, direct supervision  
9 of a pharmacist means that a pharmacist determines the legitimacy or  
10 advisability of a proposed purchase of those items.

11 27. "Dispense" means to deliver to an ultimate user or research  
12 subject by or pursuant to the lawful order of a practitioner, including  
13 prescribing, administering, packaging, labeling or compounding as necessary  
14 to prepare for that delivery.

15 28. "Dispenser" means a practitioner who dispenses.

16 29. "Distribute" means to deliver, other than by administering or  
17 dispensing.

18 30. "Distributor" means a person who distributes.

19 31. "Drug" means:

20 (a) Articles that are recognized, or for which standards or  
21 specifications are prescribed, in the official compendium.

22 (b) Articles that are intended for use in the diagnosis, cure,  
23 mitigation, treatment or prevention of disease in the human body or other  
24 animals.

25 (c) Articles other than food that are intended to affect the  
26 structure or any function of the human body or other animals.

27 (d) Articles that are intended for use as a component of any  
28 articles specified in subdivision (a), (b) or (c) of this paragraph but  
29 does not include devices or their components, parts or accessories.

30 32. "Drug enforcement administration" means the drug enforcement  
31 administration of the United States department of justice or its successor  
32 agency.

1           33. "Drug or device manufacturing" means producing, preparing,  
2 propagating or processing a drug or device, either directly or indirectly,  
3 by extraction from substances of natural origin or independently by means  
4 of chemical synthesis and includes any packaging or repackaging of  
5 substances or labeling or relabeling of its container and promoting and  
6 marketing the same. Drug or device manufacturing does not include  
7 compounding.

8           34. "Durable medical equipment" means technologically sophisticated  
9 medical equipment as prescribed by the board in rule that a patient or  
10 consumer may use in a home or residence and that may be a prescription-only  
11 device.

12           35. "Durable medical equipment distributor":

13           (a) Means a person that stores or distributes durable medical  
14 equipment other than to the patient or consumer.

15           (b) Includes a virtual durable medical equipment distributor as  
16 prescribed in rule by the board.

17           36. "Durable medical equipment supplier":

18           (a) Means a person that sells, leases or supplies durable medical  
19 equipment to the patient or consumer.

20           (b) Includes a virtual durable medical equipment supplier as  
21 prescribed in rule by the board.

22           37. "Economic poison" means any substance that alone, in chemical  
23 combination with or in formulation with one or more other substances is a  
24 pesticide within the meaning of the laws of this state or the federal  
25 insecticide, fungicide and rodenticide act and that is used in producing,  
26 storing or transporting raw agricultural commodities.

27           38. "Enteral feeding" means nourishment that is provided by means of  
28 a tube inserted into the stomach or intestine.

29           39. "Established name", with respect to a drug or ingredient of a  
30 drug, means any of the following:

31           (a) The applicable official name.

1 (b) If there is no such name and the drug or ingredient is an  
2 article recognized in an official compendium, the official title in an  
3 official compendium.

4 (c) If neither subdivision (a) nor (b) of this paragraph applies,  
5 the common or usual name of the drug.

6 40. "Executive director" means the executive director of the board  
7 of pharmacy.

8 41. "Federal act" means the federal laws and regulations that  
9 pertain to drugs, devices, poisons and hazardous substances and that are  
10 official at the time any drug, device, poison or hazardous substance is  
11 affected by this chapter.

12 42. "Full-service wholesale permittee":

13 (a) Means a permittee who may distribute prescription-only drugs and  
14 devices, controlled substances and over-the-counter drugs and devices to  
15 pharmacies or other legal outlets from a place devoted in whole or in part  
16 to wholesaling these items.

17 (b) Includes a virtual wholesaler as defined in rule by the board.

18 43. "Good manufacturing practice" means a system for ensuring that  
19 products are consistently produced and controlled according to quality  
20 standards and covering all aspects of design, monitoring and control of  
21 manufacturing processes and facilities to ensure that products do not pose  
22 any risk to the consumer or public.

23 44. "Highly toxic" means any substance that falls within any of the  
24 following categories:

25 (a) Produces death within fourteen days in half or more than half of  
26 a group of ten or more laboratory white rats each weighing between two  
27 hundred and three hundred grams, at a single dose of fifty milligrams or  
28 less per kilogram of body weight, when orally administered.

29 (b) Produces death within fourteen days in half or more than half of  
30 a group of ten or more laboratory white rats each weighing between two  
31 hundred and three hundred grams, if inhaled continuously for a period of  
32 one hour or less at an atmospheric concentration of two hundred parts per

1 million by volume or less of gas or vapor or two milligrams per liter by  
2 volume or less of mist or dust, provided the concentration is likely to be  
3 encountered by humans if the substance is used in any reasonably  
4 foreseeable manner.

5 (c) Produces death within fourteen days in half or more than half of  
6 a group of ten or more rabbits tested in a dosage of two hundred milligrams  
7 or less per kilogram of body weight, if administered by continuous contact  
8 with the bare skin for twenty-four hours or less. If the board finds that  
9 available data on human experience with any substance indicate results  
10 different from those obtained on animals in the dosages or concentrations  
11 prescribed in this paragraph, the human data shall take precedence.

12 45. "Hospital" means any institution for the care and treatment of  
13 the sick and injured that is approved and licensed as a hospital by the  
14 department of health services.

15 46. "Intern" means a pharmacy intern.

16 47. "Internship" means the practical, experiential, hands-on  
17 training of a pharmacy intern under the supervision of a preceptor.

18 48. "Irritant" means any substance, other than a corrosive, that on  
19 immediate, prolonged or repeated contact with normal living tissue will  
20 induce a local inflammatory reaction.

21 49. "Jurisprudence examination" means a board-approved pharmacy law  
22 examination that is written and administered in cooperation with the  
23 national association of boards of pharmacy or another board-approved  
24 pharmacy law examination.

25 50. "Label" means a display of written, printed or graphic matter on  
26 the immediate container of any article that, unless easily legible through  
27 the outside wrapper or container, also appears on the outside wrapper or  
28 container of the article's retail package. For the purposes of this  
29 paragraph, the immediate container does not include package liners.

30 51. "Labeling" means all labels and other written, printed or  
31 graphic matter that either:

32 (a) Is on any article or any of its containers or wrappers.



1 (b) Accompanies that article.

2 52. "Letter of reprimand" means a disciplinary letter that is a  
3 public document issued by the board and that informs a licensee or  
4 permittee that the licensee's or permittee's conduct violates state or  
5 federal law and may require the board to monitor the licensee or permittee.

6 53. "Limited service pharmacy" means a pharmacy that is approved by  
7 the board to practice a limited segment of pharmacy as indicated by the  
8 permit issued by the board.

9 54. "Manufacture" or "manufacturer":

10 (a) Means every person who prepares, derives, produces, compounds,  
11 processes, packages or repackages or labels any drug in a place, other than  
12 a pharmacy, that is devoted to manufacturing the drug.

13 (b) Includes a virtual manufacturer as defined in rule by the board.

14 55. "Marijuana" has the same meaning prescribed in section 13-3401.

15 56. "Medical practitioner" means any medical doctor, doctor of  
16 osteopathic medicine, dentist, podiatrist, veterinarian or other person who  
17 is licensed and authorized by law to use and prescribe drugs and devices to  
18 treat sick and injured human beings or animals or to diagnose or prevent  
19 sickness in human beings or animals in this state or any state, territory  
20 or district of the United States.

21 57. "Medication order" means a written or verbal order from a  
22 medical practitioner or that person's authorized agent to administer a drug  
23 or device.

24 58. "Narcotic drug" has the same meaning prescribed in section  
25 13-3401.

26 59. "New drug" means either:

27 (a) Any drug of which the composition is such that the drug is not  
28 generally recognized among experts qualified by scientific training and  
29 experience to evaluate the safety and effectiveness of drugs as safe and  
30 effective for use under the conditions prescribed, recommended or suggested  
31 in the labeling.

1 (b) Any drug of which the composition is such that the drug, as a  
2 result of investigations to determine its safety and effectiveness for use  
3 under such conditions, has become so recognized, but that has not, other  
4 than in the investigations, been used to a material extent or for a  
5 material time under those conditions.

6 60. "Nonprescription drug" or "over-the-counter drug" means any  
7 nonnarcotic medicine or drug that may be sold without a prescription and  
8 that is prepackaged and labeled for use by the consumer in accordance with  
9 the requirements of the laws of this state and federal law.  
10 Nonprescription drug does not include:

11 (a) A drug that is primarily advertised and promoted professionally  
12 to medical practitioners and pharmacists by manufacturers or primary  
13 distributors.

14 (b) A controlled substance.

15 (c) A drug that is required to bear a label that states "Rx only".

16 (d) A drug that is intended for human use by hypodermic injection.

17 61. "Nonprescription drug wholesale permittee":

18 (a) Means a permittee who may distribute only over-the-counter drugs  
19 and devices to pharmacies or other lawful outlets from a place devoted in  
20 whole or in part to wholesaling these items.

21 (b) Includes a virtual wholesaler as defined in rule by the board.

22 62. "Notice" means personal service or the mailing of a copy of the  
23 notice by certified mail and email addressed either to the person at the  
24 person's latest address of record in the board office or to the person and  
25 the person's attorney using the most recent information provided to the  
26 board in the board's licensing database.

27 63. "Nutritional supplementation" means vitamins, minerals and  
28 caloric supplementation. Nutritional supplementation does not include  
29 medication or drugs.

30 64. "Official compendium" means the latest revision of the United  
31 States pharmacopeia and the national formulary or any current supplement.

1           65. "Other jurisdiction" means one of the other forty-nine states,  
2 the District of Columbia, the Commonwealth of Puerto Rico or a territory of  
3 the United States of America.

4           66. "Package" means a receptacle that is defined or described in the  
5 United States pharmacopeia and the national formulary as adopted by the  
6 board.

7           67. "Packaging" means the act or process of placing a drug item or  
8 device in a container for the purpose or intent of dispensing or  
9 distributing the item or device to another.

10          68. "Parenteral nutrition" means intravenous feeding that provides  
11 an individual with fluids and essential nutrients the individual needs  
12 while the individual is unable to receive adequate fluids or feedings by  
13 mouth or by enteral feeding.

14          69. "Person" means an individual, partnership, corporation and  
15 association, and their duly authorized agents.

16          70. "Pharmaceutical care" means the provision of drug therapy and  
17 other pharmaceutical patient care services.

18          71. "Pharmacist" means an individual who is currently licensed by  
19 the board to practice the profession of pharmacy in this state.

20          72. "Pharmacist in charge" means the pharmacist who is responsible  
21 to the board for a licensed establishment's compliance with the laws and  
22 administrative rules of this state and of the federal government pertaining  
23 to the practice of pharmacy, the manufacturing of drugs and the  
24 distribution of drugs and devices.

25          73. "Pharmacist licensure examination" means a board-approved  
26 examination that is written and administered in cooperation with the  
27 national association of boards of pharmacy or any other board-approved  
28 pharmacist licensure examination.

29          74. "Pharmacy":~~—~~

30           ~~(a)~~ means:

1           ~~(i)~~ (a) Any place where drugs, devices, poisons or related  
2 hazardous substances are offered for sale at retail or where prescription  
3 orders are dispensed by a licensed pharmacist.

4           ~~(ii)~~ (b) Any place that ~~has displayed~~ DISPLAYS on ~~it~~ or in ~~it~~ THE  
5 PLACE OR A SIGN ON THE PLACE the words "pharmaceutical chemist",  
6 "apothecary", "druggist", "pharmacy", "drugstore", "drugs" or "drug  
7 sundries" or any ~~of these words or combinations~~ COMBINATION of these words,  
8 or words of similar ~~import either~~ MEANING in ~~English or any other~~  
9 language, ~~or that is advertised by any sign containing any of these words.~~

10           ~~(iii)~~ (c) Any place where the characteristic ~~symbols~~ SYMBOL of  
11 pharmacy or the characteristic prescription sign "Rx" is exhibited ~~and~~  
12 ~~where drugs are stored or dispensed.~~

13           ~~(iv)~~ (d) ~~Any place or a portion of any~~ A building or OTHER  
14 structure OR A PORTION OF A BUILDING OR OTHER STRUCTURE that is leased,  
15 used or controlled by ~~the~~ A permittee to conduct the business authorized by  
16 the board at the address ~~for which~~ SPECIFIED ON the permit ~~was~~ issued ~~and~~  
17 ~~that is enclosed and secured when a pharmacist is not in attendance~~ TO THE  
18 PERMITTEE.

19           ~~(v)~~ (e) A remote dispensing site pharmacy.

20           ~~(vi)~~ (f) A remote ~~hospital site~~ HOSPITAL-SITE pharmacy, ~~as defined~~  
21 ~~by the board in rule, that operates under direct or remote supervision by a~~  
22 ~~pharmacist pursuant to rules adopted by the board.~~

23           ~~(b)~~ (g) ~~includes~~ Asatellite pharmacy.

24           75. "Pharmacy intern" means a person who has all of the  
25 qualifications and experience prescribed in section 32-1923.

26           76. "Pharmacy technician" means a person who is licensed pursuant to  
27 this chapter.

28           77. "Pharmacy technician trainee" means a person who is licensed  
29 pursuant to this chapter.

30           78. "Poison" or "hazardous substance" includes any of the following  
31 if intended and suitable for household use or use by children:

1 (a) Any substance that, according to standard works on medicine,  
2 pharmacology, pharmacognosy or toxicology, if applied to, introduced into  
3 or developed within the body in relatively small quantities by its inherent  
4 action uniformly produces serious bodily injury, disease or death.

5 (b) A toxic substance.

6 (c) A highly toxic substance.

7 (d) A corrosive substance.

8 (e) An irritant.

9 (f) A strong sensitizer.

10 (g) A mixture of any of the substances described in this paragraph,  
11 if the substance or mixture of substances may cause substantial personal  
12 injury or substantial illness during or as a proximate result of any  
13 customary or reasonably foreseeable handling or use, including reasonably  
14 foreseeable ingestion by children.

15 (h) A substance that is designated by the board to be a poison or  
16 hazardous substance. This subdivision does not apply to radioactive  
17 substances, economic poisons subject to the federal insecticide, fungicide  
18 and rodenticide act or the state pesticide act, foods, drugs and cosmetics  
19 subject to state laws or the federal act or substances intended for use as  
20 fuels when stored in containers and used in the heating, cooking or  
21 refrigeration system of a house. This subdivision applies to any substance  
22 or article that is not itself an economic poison within the meaning of the  
23 federal insecticide, fungicide and rodenticide act or the state pesticide  
24 act, but that is a poison or hazardous substance within the meaning of this  
25 paragraph by reason of bearing or containing an economic poison or  
26 hazardous substance.

27 79. "Practice of pharmacy":

28 (a) Means furnishing the following health care services as a medical  
29 professional:

30 (i) Interpreting, evaluating and dispensing prescription orders in  
31 the patient's best interests.

1           (ii) Compounding drugs pursuant to or in anticipation of a  
2 prescription order.

3           (iii) Labeling drugs and devices in compliance with state and  
4 federal requirements.

5           (iv) Participating in drug selection and drug utilization reviews,  
6 drug administration, drug or drug-related research and drug therapy  
7 monitoring or management.

8           (v) Providing patient counseling necessary to provide pharmaceutical  
9 care.

10          (vi) Properly and safely storing drugs and devices in anticipation  
11 of dispensing.

12          (vii) Maintaining required records of drugs and devices.

13          (viii) Offering or performing acts, services, operations or  
14 transactions that are necessary to conduct, operate, manage and control a  
15 pharmacy.

16          (ix) Initiating, monitoring and modifying drug therapy pursuant to a  
17 protocol-based drug therapy agreement with a provider as outlined in  
18 section 32-1970.

19          (x) Initiating and administering immunizations or vaccines pursuant  
20 to section 32-1974.

21          (b) Does not include initiating a prescription order for any  
22 medication, drug or other substance used to induce or cause a medication  
23 abortion as defined in section 36-2151.

24          80. "Practitioner" means any physician, dentist, veterinarian,  
25 scientific investigator or other person who is licensed, registered or  
26 otherwise permitted to distribute, dispense, conduct research with respect  
27 to or administer a controlled substance in the course of professional  
28 practice or research in this state, or any pharmacy, hospital or other  
29 institution that is licensed, registered or otherwise permitted to  
30 distribute, dispense, conduct research with respect to or administer a  
31 controlled substance in the course of professional practice or research in  
32 this state.

1           81. "Preceptor" means a pharmacist who is serving as the practical  
2 instructor of an intern and who complies with section 32-1923.

3           82. "Precursor chemical" means a substance that is:

4           (a) The principal compound that is commonly used or that is produced  
5 primarily for use and that is an immediate chemical intermediary used or  
6 likely to be used in the manufacture of a controlled substance, the control  
7 of which is necessary to prevent, curtail or limit manufacture.

8           (b) Listed in section 13-3401, paragraph 26 or 27.

9           83. "Prescription" means either a prescription order or a  
10 prescription medication.

11           84. "Prescription medication" means any drug, including label and  
12 container according to context, that is dispensed pursuant to a  
13 prescription order.

14           85. "Prescription-only device" includes:

15           (a) Any device that is limited by the federal act to use under the  
16 supervision of a medical practitioner.

17           (b) Any device required by the federal act to bear on its label  
18 essentially the legend "Rx only".

19           86. "Prescription-only drug" does not include a controlled substance  
20 but does include:

21           (a) Any drug that because of its toxicity or other potentiality for  
22 harmful effect, the method of its use, or the collateral measures necessary  
23 to its use is not generally recognized among experts, qualified by  
24 scientific training and experience to evaluate its safety and efficacy, as  
25 safe for use except by or under the supervision of a medical practitioner.

26           (b) Any drug that is limited by an approved new drug application  
27 under the federal act or section 32-1962 to use under the supervision of a  
28 medical practitioner.

29           (c) Every potentially harmful drug, the labeling of which does not  
30 bear or contain full and adequate directions for use by the consumer.

31           (d) Any drug, other than a controlled substance, that is required by  
32 the federal act to bear on its label the legend "Rx only".

1           87. "Prescription order" means any of the following:

2           (a) An order to a pharmacist for drugs or devices that is issued and  
3 signed by a duly licensed medical practitioner in the authorized course of  
4 the practitioner's professional practice.

5           (b) An order that is transmitted to a pharmacist through word of  
6 mouth, telephone or other means of communication directed by that medical  
7 practitioner. Prescription orders received by word of mouth, telephone or  
8 other means of communication shall be maintained by the pharmacist pursuant  
9 to section 32-1964, and the record so made by the pharmacist constitutes  
10 the original prescription order to be dispensed by the pharmacist. This  
11 paragraph does not alter or affect laws of this state or any federal act  
12 requiring a written prescription order.

13           (c) An order that is initiated by a pharmacist pursuant to a  
14 protocol-based drug therapy agreement with a provider as outlined in  
15 section 32-1970, or immunizations or vaccines administered by a pharmacist  
16 pursuant to section 32-1974.

17           (d) A diet order or an order for enteral feeding, nutritional  
18 supplementation or parenteral nutrition that is initiated by a registered  
19 dietitian or other qualified nutrition professional in a hospital pursuant  
20 to section 36-416.

21           88. "Professionally incompetent" means:

22           (a) Incompetence based on a variety of factors, including a lack of  
23 sufficient pharmaceutical knowledge or skills or experience to a degree  
24 likely to endanger the health of patients.

25           (b) When considered with other indications of professional  
26 incompetence, a pharmacist or pharmacy intern who fails to obtain a passing  
27 score on a board-approved pharmacist licensure examination or a pharmacy  
28 technician or pharmacy technician trainee who fails to obtain a passing  
29 score on a board-approved pharmacy technician licensure examination.

30           89. "Radioactive substance" means a substance that emits ionizing  
31 radiation.



1           90. "Remote dispensing site pharmacy" means a pharmacy where a  
2 pharmacy technician or pharmacy intern prepares, compounds or dispenses  
3 prescription medications under remote supervision by a pharmacist.

4           91. "REMOTE HOSPITAL-SITE PHARMACY" MEANS A PHARMACY THAT IS LOCATED  
5 IN A SATELLITE FACILITY AS DEFINED IN SECTION 36-422 AND THAT OPERATES  
6 UNDER THE LICENSE ISSUED BY THE DEPARTMENT OF HEALTH SERVICES TO THE  
7 HOSPITAL WITH WHICH IT IS A SATELLITE.

8           ~~91.~~ 92. "Remote supervision by a pharmacist" means that a  
9 pharmacist directs and controls the actions of pharmacy technicians and  
10 pharmacy interns through the use of audio and visual technology.

11           ~~92.~~ 93. "Revocation" or "revoke" means the official cancellation of  
12 a license, permit, registration or other approval authorized by the board  
13 for a period of two years unless otherwise specified by the board. A  
14 request or new application for reinstatement may be presented to the board  
15 for review before the conclusion of the specified revocation period upon  
16 review of the executive director.

17           ~~93.~~ 94. "Safely engage in employment duties" means that a permittee  
18 or the permittee's employee is able to safely engage in employment duties  
19 related to the manufacture, sale, distribution or dispensing of drugs,  
20 devices, poisons, hazardous substances, controlled substances or precursor  
21 chemicals.

22           ~~94.~~ 95. "Satellite pharmacy" means a work area located within a  
23 hospital or on a hospital campus that is not separated by other commercial  
24 property or residential property, that is under the direction of a  
25 pharmacist, that is a remote extension of a centrally licensed hospital  
26 pharmacy, that is owned by and dependent on the centrally licensed hospital  
27 pharmacy for administrative control, staffing and drug procurement and that  
28 is not required to be separately permitted.

29           ~~95.~~ 96. "Symbol" means the characteristic symbols that have  
30 historically identified pharmacy, including show globes and mortar and  
31 pestle, and the sign "Rx".

1           ~~96.~~ 97. "Third-party logistics provider" means an entity that  
2 provides or coordinates warehousing or other logistics services for the  
3 following items, but that does not take ownership of the items, and that  
4 distributes those items as directed by a manufacturer, wholesaler,  
5 dispenser or durable medical equipment supplier that is permitted by the  
6 board:

7           (a) Narcotic drugs or other controlled substances.

8           (b) Dangerous drugs as defined in section 13-3401.

9           (c) Prescription-only drugs and devices.

10          (d) Nonprescription drugs and devices.

11          (e) Precursor chemicals.

12          (f) Regulated chemicals as defined in section 13-3401.

13           ~~97.~~ 98. "Toxic substance" means a substance, other than a  
14 radioactive substance, that has the capacity to produce injury or illness  
15 in humans through ingestion, inhalation or absorption through any body  
16 surface.

17           ~~98.~~ 99. "Ultimate user" means a person who lawfully possesses a  
18 drug or controlled substance for that person's own use, for the use of a  
19 member of that person's household or for administering to an animal owned  
20 by that person or by a member of that person's household."

21 Renumber to conform

22 Page 9, line 39, strike "SHALL" insert "MAY"

23 Page 22, between lines 23 and 24, insert:

24           "Sec. 10. Section 32-1934, Arizona Revised Statutes, is amended to  
25 read:

26           32-1934. Remote hospital-site pharmacy permittee; requirements

27           A. A REMOTE HOSPITAL-SITE pharmacy ~~operating in connection with a~~  
28 ~~hospital~~ PERMITTEE shall comply with all the provisions of this chapter  
29 requiring registration and regulation of pharmacies, ~~and~~ with board rules  
30 AND WITH APPLICABLE FEDERAL LAW.

31           ~~B. For a pharmacy operating in connection with a hospital, all of~~  
32 ~~the following apply:~~

1           ~~1. In hospitals with fifty beds or more, the pharmacy shall be under~~  
2 ~~the continuous supervision of a pharmacist during the time it is open for~~  
3 ~~pharmacy services, except that the board by rule may establish requirements~~  
4 ~~to allow a pharmacist who is engaged in hospital business to be in other~~  
5 ~~areas of the hospital that are located outside the pharmacy.~~

6           ~~2. Except as otherwise provided in this paragraph, in hospitals with~~  
7 ~~fewer than fifty beds, with the written approval and recommendations of the~~  
8 ~~board, the services of a pharmacist shall be required on a part-time basis~~  
9 ~~according to the needs of the hospital, provided that this approval does~~  
10 ~~not allow a person other than a pharmacist to compound, manufacture,~~  
11 ~~dispense, label, package, or process drugs. Hospitals with fewer than~~  
12 ~~fifty beds that are located in a county with a population of less than five~~  
13 ~~hundred thousand persons with the written approval and recommendations of~~  
14 ~~the board, may operate a remote dispensing site pharmacy under the remote~~  
15 ~~supervision of a pharmacist pursuant to section 32-1961.01 during the time~~  
16 ~~the pharmacy is open for pharmacy services.~~

17           ~~3. In the pharmacist's absence from the hospital, the supervisory~~  
18 ~~registered nurse may obtain from the pharmacy necessary doses of drugs that~~  
19 ~~are ordered by a medical practitioner and that are needed by a patient in~~  
20 ~~an emergency, according to procedures recommended and approved by the board~~  
21 ~~for each hospital.~~

22           ~~4. All drugs and medications furnished from the pharmacy to patients~~  
23 ~~on discharge from the hospital shall be dispensed by a pharmacist, and the~~  
24 ~~medication shall be properly labeled.~~

25           ~~5. The pharmacist in charge shall initiate procedures to provide for~~  
26 ~~the administrative and technical guidance in all matters pertaining to~~  
27 ~~acquiring, stocking and dispensing drugs and devices and recordkeeping~~  
28 ~~requirements.~~

29           B. A REMOTE HOSPITAL-SITE PHARMACY PERMITTEE SHALL ENSURE THAT:

30           1. THE REMOTE HOSPITAL-SITE PHARMACY IS SUPERVISED BY A PHARMACIST  
31 WHO IS LOCATED IN THIS STATE AND WHO IS EMPLOYED BY THE HOSPITAL.

1           2. THE REMOTE HOSPITAL-SITE PHARMACY DISPLAYS A SIGN VISIBLE TO THE  
2 PUBLIC IDENTIFYING THE PHARMACY AS A REMOTE HOSPITAL-SITE PHARMACY AND  
3 WARNING THAT THE REMOTE HOSPITAL-SITE PHARMACY IS UNDER CONTINUOUS VIDEO  
4 SURVEILLANCE THAT IS RECORDED AND RETAINED.

5           3. THE REMOTE HOSPITAL-SITE PHARMACY USES AN ELECTRONIC  
6 RECORDKEEPING SYSTEM THAT IS SHARED WITH AND ACCESSIBLE BY THE PHARMACY  
7 LOCATED IN THE HOSPITAL.

8           4. ALL DRUGS AND DEVICES FURNISHED FROM THE REMOTE HOSPITAL-SITE  
9 PHARMACY TO PATIENTS OF THE SATELLITE FACILITY ARE VERIFIED BY A PHARMACIST  
10 WHO IS LICENSED IN THIS STATE AND WHO IS EMPLOYED BY THE HOSPITAL. IF THE  
11 SATELLITE FACILITY IS AN EMERGENCY DEPARTMENT OF THE HOSPITAL, IN THE  
12 PHARMACIST'S ABSENCE A REGISTERED NURSE PRACTITIONER OR PROFESSIONAL NURSE  
13 WHO IS LICENSED PURSUANT TO CHAPTER 15 OF THIS TITLE, A PHYSICIAN WHO IS  
14 LICENSED PURSUANT TO CHAPTER 13 OR 17 OF THIS TITLE OR A PHYSICIAN  
15 ASSISTANT WHO IS LICENSED PURSUANT TO CHAPTER 25 OF THIS TITLE MAY OBTAIN  
16 FROM THE PHARMACY NECESSARY DRUGS AND DEVICES THAT ARE ORDERED BY A MEDICAL  
17 PRACTITIONER AND THAT ARE NEEDED BY A PATIENT IN AN EMERGENCY, ACCORDING TO  
18 POLICIES APPROVED BY THE HOSPITAL.

19           5. THE PHARMACIST IN CHARGE DEVELOPS AND IMPLEMENTS PROCEDURES  
20 REGARDING OBTAINING, STORING AND DISPENSING DRUGS FOR INPATIENT  
21 ADMINISTRATION AND DEVICES AND RECORDKEEPING REQUIREMENTS.

22           6. IF A NONCONTROLLED SUBSTANCE MULTIDOSE MEDICATION WAS DISPENSED  
23 TO A PATIENT FOR INPATIENT ADMINISTRATION, THE SATELLITE FACILITY MAY  
24 DISPENSE THAT MEDICATION FOR THE PATIENT ON DISCHARGE.

25           C. A REMOTE HOSPITAL-SITE PHARMACY PERMITTEE SHALL:

26           1. DEVELOP AND MAINTAIN A POLICY AND PROCEDURES MANUAL AND MAKE THE  
27 MANUAL AVAILABLE TO THE BOARD OR ITS AGENT ON REQUEST.

28           2. MAINTAIN A PERPETUAL INVENTORY OF CONTROLLED SUBSTANCES.

29           3. ENSURE THERE IS CONTINUOUS VIDEO SURVEILLANCE OF THE REMOTE  
30 HOSPITAL-SITE PHARMACY AND MAINTAIN RECORDED VIDEOS FOR AT LEAST SIXTY  
31 DAYS.

1           4. ENSURE THE PHARMACIST IN CHARGE FROM THE PHARMACY LOCATED IN THE  
2 HOSPITAL RECONCILES MONTHLY THE INVENTORY OF CONTROLLED SUBSTANCES.

3           D. A PHARMACIST MAY ENGAGE SIMULTANEOUSLY IN THE PRACTICE OF  
4 PHARMACY AT A REASONABLE NUMBER OF REMOTE HOSPITAL-SITE PHARMACIES AS  
5 DETERMINED AND APPROVED BY THE HOSPITAL.

6           E. THE BOARD MAY ADOPT ADDITIONAL RULES THAT ARE NECESSARY TO  
7 IMPLEMENT THIS SECTION."

8 Renumber to conform

9 Page 26, after line 7, insert:

10           "Sec. 13. Effective date

11           Sections 32-1905, 32-1921.01, 32-1923.01, 32-1924, 32-1927,  
12 32-1927.01, 32-1927.02, 32-1996 and 32-2604, Arizona Revised Statutes, as  
13 amended by this act, are effective from and after June 30, 2023."

14 Amend title to conform

JOANNE H. OSBORNE

15690OSBORNE  
03/11/2022  
11:39 AM  
C: MH