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A bill to be entitled An act relating to the Prescription Drug Donation Repository Program; creating s. 465.1902, F.S.; providing a short title; defining terms; creating the Prescription Drug Donation Repository Program within the Department of Health; specifying the purpose of the program; authorizing the department to contract with a third-party vendor to administer the program; specifying entities that are eligible donors; providing criteria and procedures for eligible donations; prohibiting donations to specific patients; providing that certain prescription drugs eligible for return to stock must be credited to Medicaid and may not be donated under the program; prohibiting the donation of certain drugs pursuant to federal restrictions; clarifying that a repository is not required to accept donations of prescription drugs or supplies; providing inspection, inventory, and storage requirements for centralized and local repositories; requiring inspection of donated prescription drugs and supplies by a licensed pharmacist; requiring a local repository to notify the centralized repository within a specified timeframe after receiving a donation of prescription drugs or supplies; authorizing the centralized repository to redistribute prescription

Page 1 of 21

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drugs or supplies; authorizing a local repository to transfer prescription drugs or supplies to another local repository with authorization from the centralized repository; requiring a local repository to notify the department of its intent to participate in the program; providing notification requirements; providing a procedure for a local repository to withdraw from participation in the program; requiring the department to adopt rules regarding the disposition of prescription drugs and supplies of a withdrawing local repository; specifying conditions for dispensing donated prescription drugs and supplies to eligible patients; providing intake collection form requirements; requiring a local repository to issue an eligible patient who completes an intake collection form a program identification card; prohibiting the sale of donated prescription drugs and supplies under the program; requiring repositories to establish a protocol for notifying recipients of a prescription drug recall; providing for destruction of donated prescription drugs under certain circumstances; providing recordkeeping requirements; requiring the centralized repository to submit an annual report to the department; requiring the department or contractor to establish, maintain, and publish a registry of

Page 2 of 21

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participating local repositories and available donated prescription drugs and supplies; requiring the department to publish certain information and forms on its website; providing immunity from civil and criminal liability and from professional disciplinary action for participants under certain circumstances; providing immunity to pharmaceutical manufacturers, under certain circumstances, from any claim or injury arising from the donation of any prescription drug or supply under the program; requiring dispensers to provide certain notice to patients; authorizing the department to establish a direct-support organization to provide assistance, funding, and promotional support for program activities; providing organizational requirements for a direct-support organization; specifying direct-support organization purposes and objectives; prohibiting the directsupport organization from lobbying; specifying that the direct-support organization is not a lobbying firm; prohibiting the direct-support organization from possessing prescription drugs on behalf of the program; providing limitations on expenditures of such direct-support organization; specifying that the direct-support organization must operate under contract with the department; specifying required

Page 3 of 21

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contract terms; providing for the direct-support organization board of directors; specifying the board's membership requirements; specifying requirements and requiring the department to adopt rules relating to a direct-support organization's use of department property; specifying requirements for the deposit and use of funds by the direct-support organization; providing for annual audits of a directsupport organization; providing for future legislative review and repeal of provisions relating to the direct-support organization; requiring the department to adopt rules; amending s. 252.36, F.S.; authorizing the Governor to waive program patient eligibility requirements during a declared state of emergency; authorizing positions and providing appropriations; providing an effective date. Be It Enacted by the Legislature of the State of Florida: Section 465.1902, Florida Statutes, is created Section 1. to read: 465.1902 Prescription Drug Donation Repository Program. -SHORT TITLE.—This section may be cited as the "Prescription Drug Donation Repository Program Act."

Page 4 of 21

DEFINITIONS.—As used in this section, the term:

101	(a) "Centralized repository" means a distributor permitted
102	under chapter 499 who is approved by the department or the
103	contractor to accept, inspect, inventory, and distribute donated
104	drugs and supplies under this section.
105	(b) "Closed drug delivery system" means a system in which
106	the actual control of the unit-dose medication package is
107	maintained by the facility, rather than by the individual
108	patient.
109	(c) "Contractor" means the third-party vendor approved by
110	the department to implement and administer the program as
111	authorized in subsection (4).
112	(d) "Controlled substance" means any substance listed
113	under Schedule II, Schedule III, Schedule IV, or Schedule V of
114	s. 893.03.
115	(e) "Direct-support organization" means the entity created
116	under subsection (15).
117	(f) "Dispenser" means a health care practitioner who,
118	within the scope of his or her practice act, is authorized to
119	dispense medicinal drugs and who does so under this act.
120	(g) "Donor" means an entity specified in subsection (5).
121	(h) "Eligible patient" means a Florida resident who is
122	indigent, uninsured, or underinsured and who has a valid
123	prescription for a prescription drug or supply that may be
124	dispensed under the program.

Page 5 of 21

"Free clinic" means a clinic that delivers only

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126 medical diagnostic services or nonsurgical medical treatment 127 free of charge to low-income recipients. 128 "Health care practitioner" or "practitioner" means a 129 practitioner licensed under this chapter, chapter 458, chapter 130 459, chapter 461, chapter 463, chapter 464, or chapter 466. "Indigent" means an individual whose family income for 131 132 the 12 months preceding the determination of income is below 200 133 percent of the federal poverty level as defined by the most 134 recently revised poverty income guidelines published by the 135 United States Department of Health and Human Services. 136 (1) "Local repository" means a health care practitioner's 137 office, a pharmacy, a hospital with a closed drug delivery system, a nursing home facility with a closed drug delivery 138 139 system, or a free clinic or nonprofit health clinic that is 140 licensed or permitted to dispense medicinal drugs in the state. (m) "Nonprofit health clinic" means a nonprofit legal 141 142 entity that provides medical care to patients who are indigent, 143 uninsured, or underinsured. The term includes, but is not 144 limited to, a federally qualified health center as defined in 42

(n) "Nursing home facility" has the same meaning as in s. 400.021.

U.S.C. s. 1396d(1)(2)(B) and a rural health clinic as defined in

(o) "Prescriber" means a health care practitioner who, within the scope of his or her practice act, is authorized to

Page 6 of 21

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42 U.S.C. s. 1396d(1)(1).

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151 prescribe medicinal drugs.

- (p) "Prescription drug" has the same meaning as the term "medicinal drugs" or "drugs," as those terms are defined in s. 465.003(8), but does not include controlled substances or cancer drugs donated under s. 499.029.
- (q) "Program" means the Prescription Drug Donation Repository Program created by this section.
- (r) "Supplies" means any supply used in the administration of a prescription drug.
- (s) "Tamper-evident packaging" means a package that has one or more indicators or barriers to entry which, if breached or missing, can reasonably be expected to provide visible evidence to consumers that tampering has occurred.
- insurance or is eligible to receive prescription drugs or supplies through the Medicaid program or any other prescription drug program funded in whole or in part by the Federal Government, but who has exhausted these benefits or does not have prescription drug coverage for the drug prescribed.
- (u) "Uninsured" means a person who has no third-party insurance and is not eligible to receive prescription drugs or supplies through the Medicaid program or any other prescription drug program funded in whole or in part by the Federal Government.
 - (3) PRESCRIPTION DRUG DONATION REPOSITORY PROGRAM;

Page 7 of 21

176	CREATION; PURPOSE.—The Prescription Drug Donation Repository
177	Program is created within the department for the purpose of
178	authorizing and facilitating the donation of prescription drugs
179	and supplies to eligible patients.
180	(4) PROGRAM IMPLEMENTATION; ADMINISTRATION.—The department
181	may contract with a third-party vendor to administer the
182	program.
183	(5) DONOR ELIGIBILITY.—The centralized repository or a
184	local repository may accept a donation of a prescription drug or
185	supply only from:
186	(a) Nursing home facilities with closed drug delivery
187	systems.
188	(b) Hospices that have maintained control of a patient's
189	prescription drugs.
190	(c) Hospitals with closed drug delivery systems.
191	(d) Pharmacies.
192	(e) Drug manufacturers or wholesale distributors.
193	(f) Medical device manufacturers or suppliers.
194	(g) Prescribers who receive prescription drugs or supplies
195	directly from a drug manufacturer, wholesale distributor, or
196	pharmacy.
197	(6) PRESCRIPTION DRUGS AND SUPPLIES ELIGIBLE FOR DONATION;
198	DONATION REQUIREMENTS; PROHIBITED DONATIONS
199	(a) Only prescription drugs and supplies that have been
200	approved for medical use in the United States and that meet the

Page 8 of 21

criteria for donation established by this section may be
accepted for donation under the program. Donations must be mad
on the premises of the centralized repository or a local
repository to a person designated by the repository. A drop bo
may not be used to accept donations.

- (b) The centralized repository or a local repository may accept a prescription drug only if:
- 1. The drug is in its original sealed and tamper-evident packaging. Single-unit-dose drugs may be accepted if the single-unit-dose packaging is unopened.
- 2. The drug requires storage at normal room temperature per the manufacturer or the United States Pharmacopeia.
- 3. The drug has been stored according to manufacturer or United States Pharmacopeia storage requirements.
- $\underline{\text{4.}}$ The drug does not have any physical signs of tampering $\underline{\text{or}}$ adulteration and there is no reason to believe that the drug is adulterated.
- 5. The packaging does not have any physical signs of tampering, misbranding, deterioration, compromised integrity, or adulteration.
- 6. The packaging indicates the lot number and expiration date of the drug. If the lot number is not retrievable, all specified medications must be destroyed in the event of a recall.
 - 7. The drug has an expiration date that is more than 3

Page 9 of 21

months after the date that the drug was donated.

- (c) The centralized repository or a local repository may accept supplies only if they are in their original, unopened, sealed packaging and have not been tampered with or misbranded.
- (d) Prescription drugs or supplies may not be donated to a specific patient.
- (e) Prescription drugs billed to and paid for by Medicaid in long-term care facilities which are eligible for return to stock under federal Medicaid regulations must be credited to Medicaid and may not be donated under the program.
- (f) Prescription drugs with an approved Federal Food and Drug Administration Risk Evaluation and Mitigation Strategy that includes Elements to Assure Safe Use are not eligible for donation under the program.
- (g) This section does not require the centralized repository or a local repository to accept a donation of prescription drugs or supplies.
 - (7) INSPECTION AND STORAGE.
- (a) A licensed pharmacist employed by or under contract with the centralized repository or a local repository shall inspect donated prescription drugs and supplies to determine whether they meet the requirements of subsections (5) and (6).
- (b) The inspecting pharmacist must sign an inspection record on a form prescribed by the department by rule which verifies that the prescription drugs and supplies meet the

Page 10 of 21

criteria of subsections (5) and (6) and must attach the record to the inventory required by paragraph (d). A local repository that receives drugs and supplies from the centralized repository is not required to reinspect them.

- shall store donated prescription drugs and supplies in a secure storage area under the environmental conditions specified by the manufacturer or the United States Pharmacopeia for the respective prescription drugs or supplies. Donated prescription drugs and supplies may not be stored with other inventory. A local repository shall quarantine donated prescription drugs or supplies until they are inspected and approved for dispensing under this section.
- (d) The centralized repository and local repositories shall maintain an inventory of all donated prescription drugs or supplies. Such inventory at local repositories shall be recorded on a form prescribed by the department by rule.
- (e) A local repository shall notify the centralized repository within 5 days after receipt of any donation of prescription drugs or supplies to the program. The notification must be on a form prescribed by the department by rule.
- (f) The centralized repository may redistribute prescription drugs and supplies by transferring them to or from the centralized repository and a local repository, as needed. A local repository that receives donated prescription drugs or

Page 11 of 21

supplies may, with authorization from the centralized repository, distribute the prescription drugs or supplies to another local repository.

(8) PROGRAM PARTICIPATION.—

- (a) A practitioner, pharmacy, facility, or clinic must notify the department of its intent to participate in the program as a local repository before accepting or dispensing any prescription drugs or supplies pursuant to this section. The notification must be made on a form prescribed by the department by rule and must, at a minimum, include:
- 1. The name, street address, website, and telephone number of the intended local repository and any license or registration number issued by the state to the intended local repository, including the name of the issuing agency.
- 2. The name and telephone number of the pharmacist employed by or under contract with the intended local repository who is responsible for the inspection of donated prescription drugs and supplies.
- 3. A signed and dated statement by the responsible pharmacist affirming that the intended local repository meets the eligibility requirements of this section.
- (b) A local repository may withdraw from participation in the program at any time by providing written notice to the department or contractor, as appropriate, on a form prescribed by the department by rule. The department shall adopt rules

Page 12 of 21

addressing the disposition of prescription drugs and supplies in the possession of the withdrawing local repository.

(9) DISPENSING REQUIREMENTS; PROHIBITIONS.—

- (a) Each eligible patient without a program identification card must submit an intake collection form to a local repository before receiving prescription drugs or supplies under the program. The department shall prescribe a form by rule, which must include at least all of the following:
- 1. The name, street address, and telephone number of the eligible patient.
- 2. The basis for eligibility, which must specify that the patient is indigent, uninsured, or underinsured.
- 3. A statement signed and dated by the eligible patient affirming that he or she meets the eligibility requirements of this section.
- (b) Upon receipt of a completed and signed intake collection form, the local repository shall issue him or her a program identification card, which is valid for 1 year after its date of issuance. The card must be in a form prescribed by the department by rule.
- (c) The local repository shall send a summary of each intake collection form to the centralized pharmacy within 5 days after receiving it.
- (d) A dispenser may dispense donated prescription drugs or supplies only to an eligible patient who has a program

Page 13 of 21

326	identification card or who has submitted a completed intake
327	collection form.
328	(e) A dispenser shall inspect the donated prescription
329	drugs or supplies before dispensing them.
330	(f) A dispenser may provide dispensing and consulting
331	services to an eligible patient.
332	(g) Donated prescription drugs and supplies may not be
333	sold or resold under the program.
334	(h) A dispenser of donated prescription drugs or supplies
335	may not submit a claim or otherwise seek reimbursement from any
336	public or private third-party payor for donated prescription
337	drugs or supplies dispensed under this program.
338	(10) RECALLED PRESCRIPTION DRUGS AND SUPPLIES.—
339	(a) The centralized repository and each local repository
340	shall establish and follow a protocol for notifying recipients
341	in the event of a prescription drug recall.
342	(b) Local repositories shall destroy all recalled or
343	expired prescription drugs and all prescription drugs that are
344	not suitable for dispensing in the repository. Local
345	repositories must complete a destruction information form for
346	all such drugs, in accordance with department rule.
347	(11) RECORDKEEPING
348	(a) Local repositories shall maintain records of
349	prescription drugs and supplies that are accepted, donated,

Page 14 of 21

dispensed, distributed, or destroyed under the program.

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(b) All required records must be maintained in accordance
with any applicable practice act. Local repositories shall
submit these records quarterly to the centralized repository for
data collection, and the centralized repository shall submit
these records and the collected data in annual reports to the
department.
(12) REGISTRIES; PUBLICATION OF FORMS.—
(a) The department or contractor shall establish and
maintain registries of all local repositories and of
prescription drugs and supplies available under the program. The
registry of local repositories must include each repository's
name, address, website, and telephone number. The registry of
available prescription drugs and supplies must include the name,
strength, available quantity, and expiration date of the
prescription drug or supplies and the name and contact
information of each repository where such drug or supplies are
available. The department shall publish the registries on its
website.
(b) The department shall publish all forms required by
this section on its website.
(13) IMMUNITY FROM LIABILITY, DISCIPLINARY ACTION.—
(a) Any donor of prescription drugs or supplies and any
participant in the program who exercises reasonable care in
donating, accepting, distributing, or dispensing prescription

Page 15 of 21

drugs or supplies under the program is immune from civil or

criminal liability and from professional disciplinary action by the state for any injury, death, or loss to person or property relating to such activities.

- (b) A pharmaceutical manufacturer who exercises reasonable care is not liable for any claim or injury arising from the donation of any prescription drug or supply under this section, including, but not limited to, liability for failure to transfer or communicate product or consumer information regarding the donated prescription drug, including its expiration date.
- continuous continuous
 - (a) The prescription drug was donated to the program.
- (b) The donors and participants in the program are immune from civil or criminal liability or disciplinary action.
- (c) The eligible patient is not required to pay for the prescription drug.
- (15) DIRECT-SUPPORT ORGANIZATION.—The department may establish a direct-support organization to provide assistance, funding, and promotional support for the activities authorized under the act.
- (a) Entity organization.—The direct-support organization must operate in accordance with s. 20.058 and is:

Page 16 of 21

<u>1.</u>	А	Fl	orida	COl	rporat	cion	not	for	profi	Ĺτ	incorpo	orat	ted	under
chapter	617	7,	exempt	ted	from	fil	ing	fees,	and	ap	proved	by	the	
Departm	ent	of	State	∋.										

- 2. Organized and operated to conduct programs and activities; raise funds and request and receive grants, gifts, and bequests of moneys; acquire, receive, hold, and invest, in its own name, securities, funds, objects of value, or other property, either real or personal; and make expenditures or provide funding to or for the direct or indirect benefit of the program.
- (b) Purposes and objectives.—The purposes and objectives of the direct-support organization must be consistent with the goals of the department, in the best interest of the state, and in accordance with the adopted goals and the mission of the department.
- (c) Prohibition against lobbying.—The direct-support organization is not considered a lobbying firm, as that term is defined in s. 11.045(1). All expenditures of the direct-support organization must be directly related to program administration within the requirements of this section. Funds of the direct-support organization may not be used for the purpose of lobbying, as that term is defined in s. 11.045(1).
- (d) Possession of prescription drugs.—The direct-support organization may not possess any prescription drugs on behalf of the program.

Page 17 of 21

426	(e) Contract.—The direct-support organization shall
427	operate under a written contract with the department.
428	1. The contract must require the direct-support
429	organization to submit to the department, annually by August 1,
430	the following information, which must be posted on the websites
431	of the direct-support organization and the department:
432	a. The articles of incorporation and bylaws of the direct-
433	support organization, as approved by the department.
434	b. A proposed annual budget for the approval of the
435	department.
436	c. The code of ethics of the direct-support organization.
437	d. The statutory authority or executive order that created
438	the direct-support organization.
439	e. A brief description of the direct-support
440	organization's mission and any results obtained by the direct-
441	support organization.
442	f. A brief description of the direct-support
443	organization's annual plan for each of the next 3 fiscal years.
444	g. A copy of the direct-support organization's most recent
445	federal Internal Revenue Service Return Organization Exempt from
446	Income Tax form (Form 990).
447	h. Certification by the department that the direct-support
448	organization is complying with the terms of the contract and
449	operating in a manner consistent with the goals and purposes of

Page 18 of 21

the department and the best interest of the program and the

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state. Such certification must be made annually and reported in the official minutes of a meeting of the board of directors of the direct-support organization.

2. The contract must, at a minimum, provide for:

- a. The reversion without penalty to the department, or to the state if the department ceases to exist, of all moneys and property held in trust by the direct-support organization for the benefit of the program if the direct-support organization ceases to exist or if the contract is terminated.
- b. A disclosure of material provisions of the contract and the distinction between the department and the direct-support organization to appear on all promotional and fundraising publications.
- c. A list of prescription drugs solicited by the direct-support organization for distribution to the centralized repository or a local repository.
- (f) Board of directors.—The State Surgeon General shall appoint the board of directors, which must consist of at least 5 members, but not more than 15 members, who serve at his or her pleasure. The board must elect a chair from among its members.

 Board members must serve without compensation but may be entitled to reimbursement of travel and per diem expenses in accordance with s. 112.061, if funds are available for this purpose.
 - (g) Use of property.—The department may allow, without

Page 19 of 21

charge, appropriate use of fixed property, facilities, and personnel services of the department by the direct-support organization for purposes related to the program. For purposes of this paragraph, the term "personnel services" includes full-time or part-time personnel, as well as payroll processing services.

- 1. The department may prescribe any condition with which the direct-support organization must comply in order to use fixed property or facilities of the department.
- 2. The department may not allow the use of any fixed property or facilities of the department by the direct-support organization if the organization does not provide equal membership and employment opportunities to all persons regardless of race, color, religion, sex, age, or national origin.
- 3. The department shall adopt rules prescribing the procedures by which the direct-support organization is governed and any conditions with which a direct-support organization must comply to use property or facilities of the department.
- (h) Deposit of funds.—Any moneys of the direct-support organization may be held in a separate depository account in the name of the organization and subject to the provisions of the organization's contract with the department.
- (i) Use of funds.—Funds designated for the direct-support organization must be used for the enhancement of program

Page 20 of 21

501	projects and in a manner consistent with that purpose. Any
502	administrative costs of running and promoting the purposes of
503	the organization or program must be paid by private funds.
504	(j) Audit.—The direct-support organization shall provide
505	for an annual financial audit in accordance with s. 215.981.
506	(k) Repeal.—This subsection is repealed on October 1,
507	2024, unless reviewed and saved from repeal by the Legislature.
508	(16) RULEMAKING.—The department shall adopt rules
509	necessary to administer this section. When applicable, the rules
510	may provide for the use of electronic forms, recordkeeping, and
511	meeting by teleconference.
512	Section 2. Paragraph (o) is added to subsection (5) of
513	section 252.36, Florida Statutes, to read:
514	252.36 Emergency management powers of the Governor.—
515	(5) In addition to any other powers conferred upon the
516	Governor by law, she or he may:
517	(o) Waive the patient eligibility requirements of s.
518	465.1902.
519	Section 3. For the 2019-2020 fiscal year, two full-time
520	equivalent positions with associated salary rate of 150,449 are
521	authorized and the sums of \$325,423 in recurring funds and
522	\$78,233 in nonrecurring funds from the Grants and Donations
523	Trust Fund are appropriated to the Department of Health for the
524	purpose of implementing the requirements of this act.
525	Section 4. This act shall take effect July 1, 2019.

Page 21 of 21