24-06357

SENATE STATE OF MINNESOTA NINETY-THIRD SESSION

S.F. No. 4584

(SENATE AUTI	HORS: MAN	N)
DATE 03/04/2024	D-PG	OFFICIAL STATUS Introduction and first reading Referred to Health and Human Services

1.1	A bill for an act
1.2 1.3 1.4	relating to health; modifying requirements for the medication repository program; amending Minnesota Statutes 2023 Supplement, section 151.555, subdivisions 1, 4, 5, 6, 7, 8, 9, 11, 12.
1.5	BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MINNESOTA:
1.6	Section 1. Minnesota Statutes 2023 Supplement, section 151.555, subdivision 1, is amended
1.7	to read:
1.8 1.9	Subdivision 1. Definitions. (a) For the purposes of this section, the terms defined in this subdivision have the meanings given.
1.10	(b) "Central repository" means a wholesale distributor that meets the requirements under
1.11	subdivision 3 and enters into a contract with the Board of Pharmacy in accordance with this
1.12	section.
1.13	(c) "Distribute" means to deliver, other than by administering or dispensing.
1.14	(d) "Donor" means:
1.15	(1) a health care facility as defined in this subdivision an individual at least 18 years of
1.16	age, provided that the drug or medical supply that is donated was obtained legally and meets
1.17	the requirements of this section for donation; or
1.18	(2) a skilled nursing facility licensed under chapter 144A; any entity legally authorized
1.19	to possess medicine with a license or permit in good standing in the state in which it is
1.20	located, without further restrictions, including but not limited to a health care facility, skilled
1.21	nursing facility, assisted living facility, pharmacy, wholesaler, and drug manufacturer.
1.22	(3) an assisted living facility licensed under chapter 144G;

- 2.1 (4) a pharmacy licensed under section 151.19, and located either in the state or outside
 2.2 the state;
- 2.3 (5) a drug wholesaler licensed under section 151.47;
- 2.4 (6) a drug manufacturer licensed under section 151.252; or
- 2.5 (7) an individual at least 18 years of age, provided that the drug or medical supply that
 2.6 is donated was obtained legally and meets the requirements of this section for donation.

2.7 (e) "Drug" means any prescription drug that has been approved for medical use in the United States, is listed in the United States Pharmacopoeia or National Formulary, and 2.8 meets the criteria established under this section for donation; or any over-the-counter 2.9 medication that meets the criteria established under this section for donation. This definition 2.10 includes cancer drugs and antirejection drugs, but does not include controlled substances, 2.11 as defined in section 152.01, subdivision 4, or a prescription drug that can only be dispensed 2.12 to a patient registered with the drug's manufacturer in accordance with federal Food and 2.13 Drug Administration requirements. 2.14

- 2.15 (f) "Health care facility" means:
- 2.16 (1) a physician's office or health care clinic where licensed practitioners provide health
 2.17 care to patients;
- 2.18 (2) a hospital licensed under section 144.50;
- 2.19

(3) a pharmacy licensed under section 151.19 and located in Minnesota; or

(4) a nonprofit community clinic, including a federally qualified health center; a rural
health clinic; public health clinic; or other community clinic that provides health care utilizing
a sliding fee scale to patients who are low-income, uninsured, or underinsured.

- 2.23 (g) "Local repository" means a health care facility that elects to accept donated drugs
 2.24 and medical supplies and meets the requirements of subdivision 4.
- 2.25 (h) "Medical supplies" or "supplies" means any prescription or nonprescription medical
 2.26 supplies needed to administer a drug.
- (i) "Original, sealed, unopened, tamper-evident packaging" means packaging that is
 sealed, unopened, and tamper-evident, including a manufacturer's original unit dose or
 unit-of-use container, a repackager's original unit dose or unit-of-use container, or unit-dose
 packaging prepared by a licensed pharmacy according to the standards of Minnesota Rules,
 part 6800.3750.

3.1 (j) "Practitioner" has the meaning given in section 151.01, subdivision 23, except that
3.2 it does not include a veterinarian.

3.3 Sec. 2. Minnesota Statutes 2023 Supplement, section 151.555, subdivision 4, is amended
3.4 to read:

Subd. 4. Local repository requirements. (a) To be eligible for participation in the
medication repository program, a health care facility must agree to comply with all applicable
federal and state laws, rules, and regulations pertaining to the medication repository program,
drug storage, and dispensing. The facility must also agree to maintain in good standing any
required state license or registration that may apply to the facility.

3.10 (b) A local repository may elect to participate in the program by submitting the following
3.11 information to the central repository on a form developed by the board and made available
3.12 on the board's website:

3.13 (1) the name, street address, and telephone number of the health care facility and any
3.14 state-issued license or registration number issued to the facility, including the issuing state
3.15 agency;

3.16 (2) the name and telephone number of a responsible pharmacist or practitioner who is
3.17 employed by or under contract with the health care facility; and

3.18 (3) a statement signed and dated by the responsible pharmacist or practitioner indicating
3.19 that the health care facility meets the eligibility requirements under this section and agrees
3.20 to comply with this section.

3.21 (c) Participation in the medication repository program is voluntary. A local repository
3.22 may withdraw from participation in the medication repository program at any time by
3.23 providing written notice to the central repository on a form developed by the board and
3.24 made available on the board's website. The central repository shall provide the board with
3.25 a copy of the withdrawal notice within ten business days from the date of receipt of the
3.26 withdrawal notice.

3.27 Sec. 3. Minnesota Statutes 2023 Supplement, section 151.555, subdivision 5, is amended
3.28 to read:

3.29 Subd. 5. Individual eligibility and application requirements. (a) To be eligible for
3.30 the medication repository program At the time of or before receiving donated drugs or
3.31 supplies as a new eligible patient, an individual must submit to a local repository an electronic

4.1	or physical intake application form that is signed by the individual and attests that the
4.2	individual:
4.3	(1) is a resident of Minnesota;
4.4	(2) is uninsured and is not enrolled in the medical assistance program under chapter
4.5	256B or the MinnesotaCare program under chapter 256L, has no prescription drug coverage,
4.6	or is underinsured;
4.7	(3) acknowledges that the drugs or medical supplies to be received through the program
4.8	may have been donated; and
4.9	(4) consents to a waiver of the child-resistant packaging requirements of the federal
4.10	Poison Prevention Packaging Act.
4.11	(b) Upon determining that an individual is eligible for the program, the local repository
4.12	shall furnish the individual with an identification card. The card shall be valid for one year
4.13	from the date of issuance and may be used at any local repository. A new identification card
4.14	may be issued upon expiration once the individual submits a new application form.
4.15	$\frac{(e)}{(b)}$ The local repository shall send a copy of the intake application form to the central
4.16	repository by regular mail, facsimile, or secured email within ten days from the date the
4.17	application is approved by the local repository.
4.18	(d) (c) The board shall develop and make available on the board's website an application
4.19	form and the format for the identification card.
4.20	Sec. 4. Minnesota Statutes 2023 Supplement, section 151.555, subdivision 6, is amended
4.21	to read:
4.22	Subd. 6. Standards and procedures for accepting donations of drugs and supplies. (a)
4.23	Notwithstanding any other law or rule, a donor may donate drugs or medical supplies to
4.24	the central repository or a local repository if the drug or supply meets the requirements of
4.25	this section as determined by a pharmacist or practitioner who is employed by or under
4.26	contract with the central repository or a local repository.
4.27	(b) A drug is eligible for donation under the medication repository program if the
4.28	following requirements are met:
4.29	(1) the donation is accompanied by a medication repository donor form described under
4.30	paragraph (d) that is signed by an individual who is authorized by the donor to attest to the
4.31	donor's knowledge in accordance with paragraph (d);

5.1 (2)(1) the drug's expiration date is at least six months after the date the drug was donated.
5.2 If a donated drug bears an expiration date that is less than six months from the donation
5.3 date, the drug may be accepted and distributed if the drug is in high demand and can be
5.4 dispensed for use by a patient before the drug's expiration date;

5.5 (3)(2) the drug is in its original, sealed, unopened, tamper-evident packaging that includes
5.6 the expiration date. Single-unit-dose drugs may be accepted if the single-unit-dose packaging
5.7 is unopened;

5.8 (4) (3) the drug or the packaging does not have any physical signs of tampering,
 5.9 misbranding, deterioration, compromised integrity, or adulteration;

5.10 (5)(4) the drug does not require storage temperatures other than normal room temperature 5.11 as specified by the manufacturer or United States Pharmacopoeia, unless the drug is being 5.12 donated directly by its manufacturer, a wholesale drug distributor, or a pharmacy located 5.13 in Minnesota; and

5.14 (6) (5) the drug is not a controlled substance.

(c) A medical supply is eligible for donation under the medication repository programif the following requirements are met:

(1) the supply has no physical signs of tampering, misbranding, or alteration and thereis no reason to believe it has been adulterated, tampered with, or misbranded;

5.19 (2) the supply is in its original, unopened, sealed packaging; and

5.20 (3) the donation is accompanied by a medication repository donor form described under
5.21 paragraph (d) that is signed by an individual who is authorized by the donor to attest to the
5.22 donor's knowledge in accordance with paragraph (d); and

5.23 (4) (3) if the supply bears an expiration date, the date is at least six months later than 5.24 the date the supply was donated. If the donated supply bears an expiration date that is less 5.25 than six months from the date the supply was donated, the supply may be accepted and 5.26 distributed if the supply is in high demand and can be dispensed for use by a patient before 5.27 the supply's expiration date.

(d) The board shall develop the medication repository donor form and make it available
on the board's website. The form must state that to the best of the donor's knowledge the
donated drug or supply has been properly stored under appropriate temperature and humidity
conditions and that the drug or supply has never been opened, used, tampered with,
adulterated, or misbranded. Prior to the first donation from a new donor, a central repository
or local repository shall verify and record the following information on the donor form:

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6.1	(1) the dom	nor's name, addr	ess, phone number,	and license number, if	applicable;
6.2	(2) that the	e donor will only	y make donations in	accordance with the pr	rogram;
6.3	(3) to the l	pest of the donor	's knowledge, only o	drugs or supplies that h	ave been properly
6.4	stored under a	appropriate temp	erature and humidit	y conditions will be do	onated; and

6.5 (4) to the best of the donor's knowledge, only drugs or supplies that have never been
6.6 opened, used, tampered with, adulterated, or misbranded will be donated.

6.7 (e) <u>Notwithstanding any other law or rule, a central repository or a local repository may</u>
6.8 receive donated drugs from donors. Donated drugs and supplies may be shipped or delivered
6.9 to the premises of the central repository or a local repository, and shall be inspected by a
6.10 pharmacist or an authorized practitioner who is employed by or under contract with the
6.11 repository and who has been designated by the repository to accept donations prior to
6.12 dispensing. A drop box must not be used to deliver or accept donations.

(f) The central repository and local repository shall maintain a written or electronic 6.13 inventory of all drugs and supplies donated to the repository upon acceptance of each drug 6.14 or supply. For each drug, the inventory must include the drug's name, strength, quantity, 6.15 manufacturer, expiration date, and the date the drug was donated. For each medical supply, 6.16 the inventory must include a description of the supply, its manufacturer, the date the supply 6.17 was donated, and, if applicable, the supply's brand name and expiration date. The board 6.18 may waive the requirement under this paragraph if an entity is under common ownership 6.19 or control with a central repository or local repository and either the entity or the repository 6.20 maintains an inventory containing all the information required under this paragraph. 6.21

6.22 Sec. 5. Minnesota Statutes 2023 Supplement, section 151.555, subdivision 7, is amended6.23 to read:

Subd. 7. Standards and procedures for inspecting and storing donated drugs and 6.24 supplies. (a) A pharmacist or authorized practitioner who is employed by or under contract 6.25 with the central repository or a local repository shall inspect all donated drugs and supplies 6.26 before the drug or supply is dispensed to determine, to the extent reasonably possible in the 6.27 professional judgment of the pharmacist or practitioner, that the drug or supply is not 6.28 adulterated or misbranded, has not been tampered with, is safe and suitable for dispensing, 6.29 has not been subject to a recall, and meets the requirements for donation. The pharmacist 6.30 or practitioner who inspects the drugs or supplies shall sign an inspection record stating that 6.31 6.32 the requirements for donation have been met. If a local repository receives drugs and supplies

- from the central repository, the local repository does not need to reinspect the drugs andsupplies.
- (b) The central repository and local repositories shall store donated drugs and supplies
 in a secure storage area under environmental conditions appropriate for the drug or supply
 being stored. Donated drugs and supplies may not be stored with nondonated inventory.
- (c) The central repository and local repositories shall dispose of all drugs and medical
 supplies that are not suitable for donation in compliance with applicable federal and state
 statutes, regulations, and rules concerning hazardous waste.
- (d) In the event that controlled substances or drugs that can only be dispensed to a patient
 registered with the drug's manufacturer are shipped or delivered to a central or local repository
 for donation, the shipment delivery must be documented by the repository and returned
 immediately to the donor or the donor's representative that provided the drugs.
- (e) Each repository must develop drug and medical supply recall policies and procedures. 7.13 If a repository receives a recall notification, the repository shall destroy all of the drug or 7.14 medical supply in its inventory that is the subject of the recall and complete a record of 7.15 destruction form in accordance with paragraph (f). If a drug or medical supply that is the 7.16 subject of a Class I or Class II recall has been dispensed, the repository shall immediately 7.17 notify the recipient of the recalled drug or medical supply. A drug that potentially is subject 7.18 to a recall need not be destroyed if its packaging bears a lot number and that lot of the drug 7.19 is not subject to the recall. If no lot number is on the drug's packaging, it must be destroyed. 7.20
- (f) A record of destruction of donated drugs and supplies that are not dispensed under
 subdivision 8, are subject to a recall under paragraph (e), or are not suitable for donation
 shall be maintained by the repository for at least two years. For each drug or supply destroyed,
 the record shall include the following information:
- 7.25 (1) the date of destruction;
- 7.26 (2) the name, strength, and quantity of the drug destroyed; and
- 7.27 (3) the name of the person or firm that destroyed the drug.
- 7.28 No other record of destruction is required.
- 7.29 Sec. 6. Minnesota Statutes 2023 Supplement, section 151.555, subdivision 8, is amended7.30 to read:
- 7.31 Subd. 8. Dispensing requirements. (a) Donated prescription drugs and supplies may
 7.32 be dispensed if the drugs or supplies are prescribed by a practitioner for use by an eligible

individual and are dispensed by a pharmacist or practitioner. A repository shall dispense
drugs and supplies to eligible individuals in the following priority order: (1) individuals
who are uninsured; (2) individuals with no prescription drug coverage; and (3) individuals
who are underinsured. A repository shall dispense donated drugs in compliance with
applicable federal and state laws and regulations for dispensing drugs, including all
requirements relating to packaging, labeling, record keeping, drug utilization review, and
patient counseling.

(b) Before dispensing or administering a drug or supply, the pharmacist or practitioner
shall visually inspect the drug or supply for adulteration, misbranding, tampering, and date
of expiration. Drugs or supplies that have expired or appear upon visual inspection to be
adulterated, misbranded, or tampered with in any way must not be dispensed or administered.

8.12 (c) Before <u>a the first</u> drug or supply is dispensed or administered to an individual, the
8.13 individual must sign <u>a an electronic or physical</u> drug repository recipient form acknowledging
8.14 that the individual understands the information stated on the form. The board shall develop
8.15 the form and make it available on the board's website. The form must include the following
8.16 information:

8.17 (1) that the drug or supply being dispensed or administered has been donated and may
8.18 have been previously dispensed;

8.19 (2) that a visual inspection has been conducted by the pharmacist or practitioner to ensure
8.20 that the drug or supply has not expired, has not been adulterated or misbranded, and is in
8.21 its original, unopened packaging; and

(3) that the dispensing pharmacist, the dispensing or administering practitioner, the
central repository or local repository, the Board of Pharmacy, and any other participant of
the medication repository program cannot guarantee the safety of the drug or medical supply
being dispensed or administered and that the pharmacist or practitioner has determined that
the drug or supply is safe to dispense or administer based on the accuracy of the donor's
form submitted with the donated drug or medical supply and the visual inspection required
to be performed by the pharmacist or practitioner before dispensing or administering.

8.29 Sec. 7. Minnesota Statutes 2023 Supplement, section 151.555, subdivision 9, is amended
8.30 to read:

8.31 Subd. 9. Handling fees. (a) The central or local repository may charge the individual
8.32 receiving a drug or supply a handling fee of no more than 250 percent of the medical

9.1	assistance program dispensing fee for each drug or medical supply dispensed or administered
9.2	by that repository.
9.3	(b) A repository that dispenses or administers a drug or medical supply through the
9.4	medication repository program shall not receive reimbursement under the medical assistance
9.5	program or the MinnesotaCare program for that dispensed or administered drug or supply.
9.6	(c) A supply or handling fee must not be charged to an individual enrolled in the medical
9.7	assistance or MinnesotaCare program.
9.8	Sec. 8. Minnesota Statutes 2023 Supplement, section 151.555, subdivision 11, is amended
9.9	to read:
9.10	Subd. 11. Forms and record-keeping requirements. (a) The following forms developed
9.11	for the administration of this program shall be utilized by the participants of the program
9.12	and shall be available on the board's website:
9.13	(1) intake application form described under subdivision 5;
9.14	(2) local repository participation form described under subdivision 4;
9.15	(3) local repository withdrawal form described under subdivision 4;
9.16	(4) medication repository donor form described under subdivision 6;
9.17	(5) record of destruction form described under subdivision 7; and
9.18	(6) medication repository recipient form described under subdivision 8.
9.19	Participants may use substantively similar electronic or physical forms.
9.20	(b) All records, including drug inventory, inspection, and disposal of donated drugs and
9.21	medical supplies, must be maintained by a repository for a minimum of two years. Records
9.22	required as part of this program must be maintained pursuant to all applicable practice acts.
9.23	(c) Data collected by the medication repository program from all local repositories shall
9.24	be submitted quarterly or upon request to the central repository. Data collected may consist
9.25	of the information, records, and forms required to be collected under this section.
9.26	(d) The central repository shall submit reports to the board as required by the contract
9.27	or upon request of the board.

Sec. 9. Minnesota Statutes 2023 Supplement, section 151.555, subdivision 12, is amendedto read:

Subd. 12. Liability. (a) The manufacturer of a drug or supply is not subject to criminal
or civil liability for injury, death, or loss to a person or to property for causes of action
described in clauses (1) and (2). A manufacturer is not liable for:

10.6 (1) the intentional or unintentional alteration of the drug or supply by a party not under10.7 the control of the manufacturer; or

(2) the failure of a party not under the control of the manufacturer to transfer or
communicate product or consumer information or the expiration date of the donated drug
or supply.

(b) A health care facility participating in the program, a pharmacist dispensing a drug 10.11 or supply pursuant to the program, a practitioner dispensing or administering a drug or 10.12 supply pursuant to the program, or a donor of a drug or medical supply, or a person or entity 10.13 that facilitates any of the above is immune from civil liability for an act or omission that 10.14 causes injury to or the death of an individual to whom the drug or supply is dispensed and 10.15 no disciplinary action by a health-related licensing board shall be taken against a pharmacist 10.16 or practitioner person or entity so long as the drug or supply is donated, accepted, distributed, 10.17 and dispensed according to the requirements of this section. This immunity does not apply 10.18 if the act or omission involves reckless, wanton, or intentional misconduct, or malpractice 10.19 unrelated to the quality of the drug or medical supply. 10.20