Second Regular Session Seventy-third General Assembly STATE OF COLORADO

INTRODUCED

LLS NO. 22-0640.01 Brita Darling x2241

SENATE BILL 22-098

SENATE SPONSORSHIP

Rodriguez,

HOUSE SPONSORSHIP

(None),

Senate Committees Health & Human Services

101

102

House Committees

A BILL FOR AN ACT

CONCERNING THE CREATION OF A PROGRAM ALLOWING FOR THE USE OF DONATED UNUSED DRUGS.

Bill Summary

(Note: This summary applies to this bill as introduced and does not reflect any amendments that may be subsequently adopted. If this bill passes third reading in the house of introduction, a bill summary that applies to the reengrossed version of this bill will be available at http://leg.colorado.gov.)

The bill creates the Colorado drug reuse opportunity program (program). The program allows members of the public, health-care providers, pharmacies, health-care facilities, drug manufacturers, and other entities to donate prescription drugs, excluding controlled substances, and "over-the-counter" medicine (drugs) to be distributed or redispensed to Colorado residents with a prescription for such a drug or

symptoms treatable with such a drug (eligible patients). Donated drugs are free to eligible patients, although there may be a fee for processing and redispensing the drugs.

The bill establishes requirements for:

- Donating unused drugs, receiving and accepting drug donations, and redispensing and administering unused drugs to eligible patients;
- Storing, repackaging, and labeling donated drugs;
- Disposing of donated drugs that cannot be redispensed; and
- Record keeping relating to the donation, receipt, and reuse of the donated drugs.

In redispensing the donated drugs, to the extent possible, the program gives priority to eligible patients who are not covered by health insurance or who lack adequate health insurance coverage or whose income falls below a certain income level.

The state board of pharmacy shall promulgate rules, including rules for donating and receiving drugs, labeling and repackaging drugs, and redispensing or administering drugs by persons authorized to dispense or administer drugs.

With certain exceptions, the bill provides immunity from civil or criminal liability or professional discipline for a manufacturer, donor, or receiver of drugs for activities directly attributable to donating, receiving, redispensing, or administering a drug under the program.

Be it enacted by the General Assembly of the State of Colorado:

SECTION 1. In Colorado Revised Statutes, add part 7 to article

280 of title 12 as follows:

PART 7

COLORADO DRUG REUSE OPPORTUNITY PROGRAM

6 **12-280-701. Short title.** THE SHORT TITLE OF THIS PART 7 IS THE

7 "COLORADO DRUG REUSE OPPORTUNITY PROGRAM ACT".

8 **12-280-702. Definitions.** As used in this part 7, unless the Context otherwise requires:

10 (1) "CORRECTIONAL FACILITY" HAS THE MEANING SET FORTH IN
11 SECTION 12-280-135 (1)(a).

12 (2) (a) "DONOR" MEANS AN INDIVIDUAL MEMBER OF THE PUBLIC

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1	OR ANY ENTITY LEGALLY AUTHORIZED TO POSSESS DRUGS, INCLUDING A
2	WHOLESALER, A THIRD-PARTY LOGISTICS PROVIDER, A PHARMACY, AN
3	OTHER OUTLET, A PRACTITIONER, A HOSPITAL, A HOSPITAL SATELLITE
4	PHARMACY, A LICENSED FACILITY, OR A CORRECTIONAL FACILITY.
5	(b) "DONOR" INCLUDES A MANUFACTURER, A REPACKAGER, OR A
6	HEALTH-CARE FACILITY OPERATED BY THE UNITED STATES DEPARTMENT
7	OF VETERANS AFFAIRS.
8	(3) "Drug" means a prescription drug or an
9	OVER-THE-COUNTER MEDICATION AND SUPPLIES NEEDED TO ADMINISTER
10	A PRESCRIPTION DRUG OR OVER-THE-COUNTER MEDICATION; EXCEPT THAT
11	"DRUG" DOES NOT INCLUDE A CONTROLLED SUBSTANCE OR ANY
12	METHAMPHETAMINE PRECURSOR.
13	(4) "Eligible patient" means a Colorado resident with a
14	PRESCRIPTION FOR A DRUG, IF A PRESCRIPTION IS REQUIRED TO DISPENSE
15	THE DRUG, OR WHO REPORTS SYMPTOMS THAT MAY BE TREATED BY AN
16	OVER-THE-COUNTER MEDICATION.
17	(5) "LICENSED FACILITY" HAS THE MEANING SET FORTH IN SECTION
18	12-280-135 (1)(b).
19	(6) "PRIORITY PATIENT" MEANS AN ELIGIBLE PATIENT WHO IS NOT
20	COVERED BY HEALTH INSURANCE, LACKS ADEQUATE HEALTH INSURANCE
21	COVERAGE, OR HAS AN INCOME THAT DOES NOT EXCEED TWO HUNDRED
22	PERCENT OF THE FEDERAL POVERTY LINE.
23	(7) "PROGRAM" MEANS THE COLORADO DRUG REUSE OPPORTUNITY
24	PROGRAM CREATED IN SECTION 12-280-703.
25	(8) "RECEIVER" MEANS ANY PERSON, INCLUDING A WHOLESALER
26	OR DISTRIBUTOR, REVERSE DISTRIBUTOR, REPACKAGER, HOSPITAL,
27	PHARMACY, OR CLINIC, THAT POSSESSES A LICENSE, REGISTRATION, OR

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1	PERMIT IN THE STATE IN WHICH THE PERSON IS LOCATED, WHICH LICENSE,
2	REGISTRATION, OR PERMIT AUTHORIZES THE PERSON TO LEGALLY POSSESS
3	MEDICINE.
4	(9) "Unopened, tamper-evident packaging" has the meaning
5	SET FORTH IN THE OFFICIAL COMPENDIA, CHAPTER 659, PACKAGING AND
6	STORAGE REQUIREMENTS, AND INCLUDES UNOPENED UNIT-DOSE,
7	MULTIPLE-DOSE, IMMEDIATE, SECONDARY, AND TERTIARY PACKAGING.
8	12-280-703. Colorado drug reuse opportunity program -
9	creation - donated drugs - receiving, accepting, redispensing, and
10	administering donated drugs - eligible patients - priority patients.
11	(1) EFFECTIVE JANUARY 1, 2023, THE COLORADO DRUG REUSE
12	OPPORTUNITY PROGRAM IS HEREBY CREATED TO PROVIDE UNUSED
13	DONATED DRUGS AT NO COST TO ELIGIBLE PATIENTS, WITH PRIORITY
14	GIVEN, TO THE EXTENT POSSIBLE, TO PRIORITY PATIENTS.
15	(2) NOTWITHSTANDING ANY LAW TO THE CONTRARY, A DONOR
16	MAY DONATE DRUGS TO A RECEIVER, AND A RECEIVER MAY RECEIVE THE
17	DONATED DRUGS. A RECEIVER MAY TAKE ONE OF THE FOLLOWING
18	ACTIONS:
19	(a) Redispense or administer donated drugs to eligible
20	PATIENTS PURSUANT TO SUBSECTION (7) OF THIS SECTION;
21	(b) Repackage or replenish donated drugs pursuant to
22	SUBSECTION (6) OF THIS SECTION;
23	(c) FURTHER DONATE DRUGS TO ANOTHER RECEIVER PURSUANT TO
24	SUBSECTION (6) OF THIS SECTION; OR
25	(d) DISPOSE OF DONATED DRUGS PURSUANT TO SUBSECTION (5) OF
26	THIS SECTION.
2.7	(3) NOTHING IN THIS PART 7 REQUIRES A PHARMACY OR

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1	PHARMACIST TO BE A RECEIVER UNDER THE PROGRAM.
2	(4) Upon receipt of a drug from a donor, a receiver shall
3	KEEP THE DRUG IN A SEPARATE AREA DESIGNATED FOR RECEIVING
4	DONATED DRUGS UNTIL THE DRUG IS ACCEPTED INTO THE RECEIVER'S
5	INVENTORY FOR THE PROGRAM. A DONATED DRUG MAY BE ACCEPTED FOR
6	REUSE UNDER THE PROGRAM ONLY IF ALL OF THE FOLLOWING
7	REQUIREMENTS ARE MET:
8	(a) THE DRUG IS IN UNOPENED, TAMPER-EVIDENT PACKAGING OR
9	HAS BEEN REPACKAGED AS DESCRIBED IN SUBSECTION (6) OF THIS
10	SECTION;
11	(b) THE DRUG IS NOT EXPIRED;
12	(c) THE RECEIVER MAINTAINS A WRITTEN OR ELECTRONIC RECORD
13	OF THE DONATION CONSISTING OF THE NAME, STRENGTH, AND QUANTITY
14	OF EACH ACCEPTED DRUG AND THE NAME, ADDRESS, AND TELEPHONE
15	NUMBER OF THE DONOR, UNLESS A RECEIVER IS FURTHER DONATING TO A
16	RECEIVER UNDER COMMON OWNERSHIP OR COMMON CONTROL. NO OTHER
17	RECORD OF A DONATION IS REQUIRED.
18	(d) THE DONOR REMOVES OR REDACTS ANY PATIENT NAME AND
19	PRESCRIPTION NUMBER OR ANY OTHER PATIENT-IDENTIFYING
20	INFORMATION ON THE DRUG OR PACKAGING OR OTHERWISE MAINTAINS
21	CONFIDENTIALITY BY EXECUTING A CONFIDENTIALITY AGREEMENT WITH
22	THE RECEIVER ACCORDING TO APPLICABLE STATE AND FEDERAL HEALTH
23	INFORMATION PRIVACY LAWS; AND
24	(e) THE DRUG OR PACKAGING HAS A METHOD RECOGNIZED BY THE
25	OFFICIAL COMPENDIA TO DETECT IMPROPER TEMPERATURE VARIATIONS IF
26	THE DRUG REQUIRES TEMPERATURE CONTROL OTHER THAN ROOM
27	TEMPERATURE STORAGE.

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1	(5) (a) If a donated drug does not meet the acceptance
2	REQUIREMENTS SET FORTH IN SUBSECTION (4) OF THIS SECTION, THE
3	RECEIVER SHALL DISPOSE OF THE DRUG BY:
4	(I) RETURNING THE DRUG TO THE DONOR; OR
5	(II) DESTROYING THE DRUG BY A LAWFUL METHOD OR BY
6	TRANSFERRING THE DRUG TO A RETURNS PROCESSOR.
7	(b) A RECEIVER SHALL MAKE A RECORD OF THE DISPOSAL OF A
8	DONATED DRUG, WHICH RECORD MUST INCLUDE THE DISPOSAL METHOD,
9	THE DATE OF DISPOSAL, AND THE NAME AND QUANTITY OF THE DISPOSED
10	DRUG. NO OTHER RECORD OF DISPOSAL IS REQUIRED.
11	(6) NOTWITHSTANDING ANY LAW TO THE CONTRARY, A RECEIVER
12	OF A DONATED DRUG THAT MEETS THE ACCEPTANCE REQUIREMENTS SET
13	FORTH IN SUBSECTION (4) OF THIS SECTION MAY:
14	(a) DONATE THE DRUG TO ANOTHER RECEIVER;
15	(b) REPACKAGE THE DRUG AS NECESSARY FOR STORAGE,
16	REDISPENSING, ADMINISTRATION, OR TRANSFER IN ACCORDANCE WITH THE
17	FOLLOWING REQUIREMENTS:
18	(I) A REPACKAGED DRUG MUST BE LABELED WITH THE DRUG'S
19	NAME, STRENGTH, AND EXPIRATION DATE AND AND KEPT IN A SEPARATE
20	DESIGNATED AREA UNTIL INSPECTED AND INITIALED BY A PHARMACIST,
21	PRACTITIONER, OR PHARMACY TECHNICIAN; AND
22	(II) IF MULTIPLE PACKAGED DONATED DRUGS WITH VARIED
23	EXPIRATION DATES ARE REPACKAGED TOGETHER, A RECEIVER SHALL ACT
24	BASED ON THE SOONEST EXPIRATION DATE ON THE NEW PACKAGING; AND
25	(c) Use the drug to replenish a drug of the same drug name
26	AND STRENGTH PREVIOUSLY DISPENSED OR ADMINISTERED TO AN ELIGIBLE
27	DATIENT IN ACCORDANCE WITH SECTION 340R OF THE FEDERAL "PLIBLIC

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1	HEALTH SERVICE ACT", 42 U.S.C. SEC. 201 ET SEQ., AS AMENDED.
2	(7) (a) A RECEIVER MAY REDISPENSE OR ADMINISTER A DRUG TO
3	AN ELIGIBLE PATIENT ONLY IF:
4	(I) The receiver is otherwise authorized by LAW to
5	REDISPENSE OR ADMINISTER THE DRUG;
6	(II) THE DRUG MEETS THE REQUIREMENTS OF SUBSECTION (4) OF
7	THIS SECTION FOR ACCEPTING DONATED DRUGS FOR REUSE;
8	(III) THE DRUG IS REPACKAGED PURSUANT TO SUBSECTION (6)(b)
9	OF THIS SECTION OR IS IN ITS UNOPENED, TAMPER-EVIDENT PACKAGING
10	WITH ALL PREVIOUS PATIENT INFORMATION REDACTED OR REMOVED;
11	(IV) THE DRUG IS PROPERLY LABELED IN ACCORDANCE WITH
12	SECTION 12-280-124, IF APPLICABLE, AND BOARD RULES;
13	(V) THE DONATED DRUG IS NOT EXPIRED AND WILL NOT EXPIRE,
14	BASED ON THE EXPIRATION OR BEYOND-USE DATE FOR THE DRUG, BEFORE
15	USE BY THE ELIGIBLE PATIENT, BASED ON THE PRESCRIBING
16	PRACTITIONER'S DIRECTIONS FOR USE OR, FOR A NONPRESCRIPTION DRUG,
17	BASED ON THE EXPIRATION DATE ON THE DRUG CONTAINER'S LABEL; AND
18	(VI) THE DRUG IS NOT ADULTERATED OR MISBRANDED, AS
19	DEFINED IN SECTIONS 25-5-410 AND 25-5-411 FOR THE PURPOSES OF THE
20	"COLORADO FOOD AND DRUG ACT", PART 4 OF ARTICLE 5 OF TITLE 25, AS
21	DETERMINED BY A PHARMACIST OR PRACTITIONER.
22	(b) A RECEIVER SHALL, TO THE GREATEST EXTENT PRACTICABLE,
23	REDISPENSE DRUGS RECEIVED UNDER THIS PART 7 TO PRIORITY PATIENTS.
24	(8) A PERSON, INCLUDING A RECEIVER, WHO RECEIVES DRUGS
25	DONATED FOR USE PURSUANT TO THIS PART 7 SHALL NOT SELL OR RESELL
26	OR OFFER TO SELL OR RESELL THE DONATED DRUGS. WHEN REDISPENSING
27	OR ADMINISTERING A DRUG TO AN ELIGIBLE PATIENT, A RECEIVER MUST DO

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1	SO AT NO COST TO THE ELIGIBLE PATIENT; EXCEPT THAT THE RECEIVER
2	MAY CHARGE A UNIFORM, REASONABLE, END-USER HANDLING FEE FOR
3	PROCESSING AND DISPENSING THE DRUG, WHICH FEE MUST NOT EXCEED
4	THE DIRECT OR INDIRECT COST TO THE RECEIVER OF PROVIDING THE DRUG.
5	CHARGING THE FEE DESCRIBED IN THIS SUBSECTION (8) DOES NOT
6	CONSTITUTE SELLING OR RESELLING THE DRUG.
7	12-280-704. Change of ownership - record-keeping
8	requirements. (1) A DONATION OR OTHER TRANSFER OF POSSESSION OR
9	CONTROL OF A DRUG PURSUANT TO THIS PART 7 IS NOT A CHANGE OF
10	OWNERSHIP UNLESS IT IS SPECIFIED AS SUCH BY THE RECEIVER.
11	(2) When Performing actions pursuant to this part 7 or
12	OTHERWISE PROCESSING A DONATED DRUG FOR TAX, MANUFACTURER, OR
13	OTHER CREDIT, A RECEIVER IS CONSIDERED TO BE ACTING AS A RETURNS
14	PROCESSOR AND SHALL COMPLY WITH ALL RECORD-KEEPING
15	REQUIREMENTS FOR RETURNED DRUGS THAT CANNOT BE SOLD UNDER
16	FEDERAL LAW.
17	12-280-705. Board rules - program administration - program
18	application. The board shall adopt rules for the implementation
19	OF THIS PART 7, INCLUDING RULES FOR DONATING AND RECEIVING DRUGS,
20	LABELING AND REPACKAGING DRUGS, REDISPENSING OR ADMINISTERING
21	DRUGS BY PERSONS AUTHORIZED TO DISPENSE OR ADMINISTER DRUGS, AND
22	RECORD-KEEPING REQUIRED UNDER THE PROGRAM.
23	12-280-706. Immunity from criminal and civil liability -
24	professional discipline - exceptions. (1) (a) EXCEPT AS PROVIDED IN
25	SUBSECTION (1)(b) OF THIS SECTION, A MANUFACTURER, DONOR, OR
26	RECEIVER IS NOT LIABLE IN ANY CRIMINAL OR CIVIL ACTION, OR SUBJECT
27	TO PROFESSIONAL DISCIPLINE, FOR ACTS OR OMISSIONS SOLELY AND

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1	DIRECTLY ATTRIBUTABLE TO DONATING, RECEIVING, REDISPENSING, OR
2	ADMINISTERING A DRUG PURSUANT TO THIS PART 7.
3	(b) The immunity provided in subsection (1)(a) of this
4	SECTION DOES NOT APPLY:
5	(I) IF THE ACT OR OMISSION WAS GROSSLY NEGLIGENT, WILLFUL,
6	WANTON, OR RECKLESS; OR
7	(II) IF THE PERSON OR ENTITY KNEW OR SHOULD HAVE KNOWN
8	THAT THE DONATED DRUG WAS ADULTERATED OR MISBRANDED.
9	(2) NOTHING IN THIS SECTION:
10	(a) CREATES OR ABROGATES ANY LIABILITY OF A MANUFACTURER
11	FOR THE STORAGE, DONATION, ACCEPTANCE, OR REDISPENSING OF AN
12	UNUSED DONATED DRUG; OR
13	(b) Creates any civil cause of action against a
14	MANUFACTURER IN ADDITION TO THAT WHICH IS AVAILABLE UNDER
15	APPLICABLE LAW.
16	SECTION 2. Act subject to petition - effective date. This act
17	takes effect at 12:01 a.m. on the day following the expiration of the
18	ninety-day period after final adjournment of the general assembly; except
19	that, if a referendum petition is filed pursuant to section 1 (3) of article V
20	of the state constitution against this act or an item, section, or part of this
21	act within such period, then the act, item, section, or part will not take
22	effect unless approved by the people at the general election to be held in
23	November 2022 and, in such case, will take effect on the date of the
24	official declaration of the vote thereon by the governor.

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