By Senator Peaden

	2-00956B-09 20091144
1	A bill to be entitled
2	An act relating to manufacturers and purchasers of
3	prescription drugs; amending s. 499.003, F.S.;
4	redefining the term "manufacturer" as it relates to
5	the Florida Drug and Cosmetic Act; amending s. 499.01,
6	F.S.; revising the business entities that are eligible
7	for a permit as a health care clinic establishment in
8	order to purchase prescription drugs; providing an
9	effective date.
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11	Be It Enacted by the Legislature of the State of Florida:
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13	Section 1. Subsection (31) of section 499.003, Florida
14	Statutes, is amended to read:
15	499.003 Definitions of terms used in this part.—As used in
16	this part, the term:
17	(31) "Manufacturer" means:
18	(a) A person who prepares, derives, manufactures, or
19	produces a drug, device, or cosmetic.
20	(b) The holder or holders of a New Drug Application (NDA),
21	an Abbreviated New Drug Application (ANDA), a Biologics License
22	Application (BLA), or a New Animal Drug Application (NADA),
23	provided such application has become effective or is otherwise
24	approved consistent with s. $499.023$ .+
25	(c) A co-licensee who has entered into an agreement with a
26	co-licensed partner to manufacture or market a product
27	consistent with the federal act.
28	(d) A private label distributor for whom the private label
29	distributor's prescription drugs are originally manufactured and

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30	labeled for the distributor and have not been repackaged. $;;$ or
31	(e) The distribution point for <u>one of the persons</u>
32	identified in paragraph (a), paragraph (b), paragraph (c), or
33	paragraph (d) if the distribution point is:
34	1. A member of the affiliated group of one of the persons
35	identified in paragraph (a), paragraph (b), paragraph (c), or
36	paragraph (d) who distributes prescription drugs manufactured by
37	affiliated group members only. The distribution point that is an
38	affiliated group member may acquire title to a prescription drug
39	before distributing the prescription drug, is exempt from s.
40	499.01(2)(c)1., and is a manufacturer for purposes of s.
41	499.01212. As used in this subparagraph, the term "affiliated
42	group" means an affiliated group as defined in 26 U.S.C. s.
43	1504, as amended.
44	2. A person under contract with one of the persons
45	identified in paragraph (a), paragraph (b), paragraph (c), or
46	paragraph (d) to distribute their prescription drugs, who may
47	not take title to the prescription drugs, and who is permitted
48	as a third-party logistics provider under s. 499.01 <del>the</del>
49	manufacturer, contract manufacturer, or private label
50	distributor whether the establishment is a member of the
51	manufacturer's affiliated group or is a contract distribution
52	site.
53	
54	The term excludes pharmacies that are operating in compliance
55	with pharmacy practice standards as defined in chapter 465 and
56	rules adopted under that chapter.
57	Section 2. Paragraph (t) of subsection (2) of section
58	499.01, Florida Statutes, is amended to read:

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59	499.01 Permits	
60	(2) The following permits are established:	

(t) Health care clinic establishment permit.-Effective 61 62 January 1, 2009, a health care clinic establishment permit is required for the purchase of a prescription drug by a place of 63 64 business at one general physical location owned and operated by 65 a professional corporation or professional limited liability company described in chapter 621, any other legal entity through 66 which qualified practitioners may practice their profession 67 68 under state law, or a corporation that employs a veterinarian as 69 a qualifying practitioner. For the purpose of this paragraph, 70 the term "qualifying practitioner" means a licensed health care 71 practitioner defined in s. 456.001 or a veterinarian licensed 72 under chapter 474, who is authorized under the appropriate 73 practice act to prescribe and administer a prescription drug.

74 1. An establishment must provide, as part of the 75 application required under s. 499.012, designation of a 76 qualifying practitioner who will be responsible for complying 77 with all legal and regulatory requirements related to the 78 purchase, recordkeeping, storage, and handling of the 79 prescription drugs. In addition, the designated qualifying 80 practitioner shall be the practitioner whose name, establishment address, and license number is used on all distribution 81 82 documents for prescription drugs purchased or returned by the 83 health care clinic establishment. Upon initial appointment of a 84 qualifying practitioner, the qualifying practitioner and the 85 health care clinic establishment shall notify the department on 86 a form furnished by the department within 10 days after such 87 employment. In addition, the qualifying practitioner and health

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88	care clinic establishment shall notify the department within 10
89	days after any subsequent change.
90	2. The health care clinic establishment must employ a
91	qualifying practitioner at each establishment.
92	3. In addition to the remedies and penalties provided in
93	this part, a violation of this chapter by the health care clinic
94	establishment or qualifying practitioner constitutes grounds for
95	discipline of the qualifying practitioner by the appropriate
96	regulatory board.
97	4. The purchase of prescription drugs by the health care
98	clinic establishment is prohibited during any period of time
99	when the establishment does not comply with this paragraph.
100	5. A health care clinic establishment permit is not a
101	pharmacy permit or otherwise subject to chapter 465. A health
102	care clinic establishment that meets the criteria of a modified
103	Class II institutional pharmacy under s. 465.019 is not eligible
104	to be permitted under this paragraph.
105	6. This paragraph does not prohibit a qualifying
106	practitioner from purchasing prescription drugs.
107	Section 3. This act shall take effect upon becoming a law.

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