1-1 By: S.B. No. 1633 Perry (In the Senate - Filed March 9, 2017; March 22, 2017, read first time and referred to Committee on Health & Human Services; April 24, 2017, reported adversely, with favorable Committee 1-2 1-3 1-4 1-5 Substitute by the following vote: Yeas 8, Nays 0; April 24, 2017, 1-6 sent to printer.)

1-7 COMMITTEE VOTE

1 <b>-</b> 8		Yea	Nay	Absent	PNV
1-9	Schwertner	X			
1-10	Uresti	X			
1-11	Buckingham			X	
1-12	Burton	Χ			
1-13	Kolkhorst	X			
1-14	Miles	X			
1-15	Perry	Χ			
1-16	Taylor of Collin	X			
1-17	Watson	Χ			

COMMITTEE SUBSTITUTE FOR S.B. No. 1633 1-18

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By: Perry

1-19 A BILL TO BE ENTITLED 1-20 AN ACT

relating to the provision of pharmacy services through telepharmacy system; establishing a remote dispensing site license.

BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:

SECTION 1. Section 562.110, Occupations Code, is amended by amending Subsections (a), (b), (d), (e), and (f) and adding Subsections (g), (h), and (i) to read as follows:

In this section: (a)

"Provider pharmacy" means a Class A pharmacy that (1)pharmacy services through a telepharmacy system at a <u>pro</u>vides

remote dispensing site.
(2) "Remote dispensing site" means a location licensed as a telepharmacy that is authorized by a provider pharmacy through a telepharmacy system to store and dispense prescription drugs and

- devices, including dangerous drugs and controlled substances.

  (3) "Telepharmacy[, "telepharmacy] system" means a system that monitors the dispensing of prescription drugs and provides for related drug use review and patient counseling services by an electronic method including the use of the services by an electronic method, including the use of the following types of technology:
  - $\begin{array}{c|c} (A) & [+(1)] & \text{audio and video;} \\ \hline (B) & [+(2)] & \text{still image capture} \\ \hline (C) & [+(3)] & \text{store and forward.} \\ \end{array}$ still image capture; and

A Class A or Class C pharmacy located in this state may (b)

provide pharmacy services, including the dispensing of drugs, through a telepharmacy system at locations separate from [in a facility that is not at the same location as] the Class A or Class C pharmacy.

(d) A telepharmacy system may be located only at:

(1) a health care facility in this state that is regulated by this state or the United States; or

(2) a remote dispensing site.

- The board shall adopt rules regarding the use of a telepharmacy system under this section, including:
- (1) the types of health care facilities at which a telepharmacy system may be located under Subsection (d)(1), which must include the following facilities:
- (A) a clinic designated as a rural health clinic regulated under 42 U.S.C. Section  $1395x(aa)[\frac{}{7} \text{ as amended}];$  and
  - (B) a health center as defined by 42 U.S.C.

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     Section 254b[ - as amended];
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(2) the locations eligible to be licensed as remote sites, which must include locations in medically underserved areas, areas with a medically underserved population, and health professional shortage areas determined by the United States Department of Health and Human Services;

(3) licensing and operating requirements for remote

2-8 dispensing sites, including:

(A) a requirement that a remote dispensing site license identify the provider pharmacy that will provide pharmacy

services at the remote dispensing site;

(B) a requirement that a provider pharmacy be allowed to provide pharmacy services at not more than two remote

dispensing sites;

a requirement that a pharmacist employed by a provider pharmacy make at least monthly on-site visits to a remote dispensing site or more frequent visits if specified by board rule;

(D) a requirement that each month the perpetual inventory of controlled substances at the remote dispensing site be reconciled to the on-hand count of those controlled substances at the site by a pharmacist employed by the provider pharmacy;

(E) a requirement that a pharmacist employed by a provider pharmacy be physically present at a remote dispensing site when the pharmacist is providing services requiring the physical presence of the pharmacist, including immunizations;

(F) a requirement that a remote dispensing site

be staffed by an on-site pharmacy technician who is under the continuous supervision of a pharmacist employed by the provider pharmacy;

(G) a requirement that all pharmacy technicians dispensing site be counted for the purpose of remote establishing the pharmacist-pharmacy technician ratio of the provider pharmacy, which, notwithstanding Section 568.006, may not exceed three pharmacy technicians for each pharmacist providing supervision;

a requirement that, before working at (H) remote dispensing site, a pharmacy technician must:

(i) have worked at least one year retail pharmacy during the three years preceding the date the pharmacy technician begins working at the remote dispensing site; and

board-approved (ii) have completed a training program on the proper use of a telepharmacy system; and

(I) any addlutomerate for pharmacy additional training or practice requirements technicians at experience dispensing site;

(4) the areas that qualify under Subsection (f);

 $\overline{(5)}$  [ $\overline{(3)}$ ] recordkeeping requirements; and

 $\left[\frac{4}{4}\right]$  security requirements.

(f)  $\overline{A}$  telepharmacy system  $\underline{located}$  at a health care facility under Subsection (d)(1) may not be located in a community in which a Class A or Class C pharmacy is located as determined by board rule. If a Class A or Class C pharmacy is established in a community in which a telepharmacy system has been located under this section, the telepharmacy system may continue to operate in that community.

(g) A telepharmacy system located at a remote dispensing

under Subsection (d)(2) may not dispense a controlled substance listed in Schedule II as established by the commissioner of state health services under Chapter 481, Health and Safety Code, and may not be located within 25 miles by road of a Class A pharmacy.

(h) If a Class A pharmacy is established within 25 miles by

of a remote dispensing site that is currently operating, the remote dispensing site may continue to operate at that location.

(i) The board by rule shall require and develop a process for a remote dispensing site to apply for classification as a Class A pharmacy if the average number of prescriptions dispensed each day the remote dispensing site is open for business is more than 125, as calculated each calendar year.

SECTION 2. The Texas State Board of Pharmacy shall adopt

C.S.S.B. No. 1633 rules under Section 562.110, Occupations Code, as amended by this Act, not later than January 1, 2018.

SECTION 3. This Act takes effect September 1, 2017. 3-1 3-2 3-3

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