HB 2645-3 (LC 1437) 3/30/17 (MBM/ps)

Requested by Representative BUEHLER

## PROPOSED AMENDMENTS TO HOUSE BILL 2645

1 On page 1 of the printed bill, delete lines 4 through 28 and delete pages 2 2 through 10 and insert:

<sup>3</sup> "SECTION 1. (1) As used in this section:

4 "(a) 'Hospital' has the meaning given that term in ORS 442.015.

5 "(b) 'Law enforcement agency' means an agency that employs law
6 enforcement officers to enforce criminal laws.

7 "(c) 'Law enforcement officer' means an officer employed to enforce
8 criminal laws by:

9 "(A) This state or a municipal government within this state; or
10 "(B) A political subdivision or agency of a government described in

11 subparagraph (A) of this paragraph.

12 "(d)(A) 'Manufacturer' means:

"(i) A manufacturer, as defined in ORS 689.005, that manufactures
 drugs that are sold within this state; or

<sup>15</sup> "(ii) A pharmacy benefit manager, as defined in ORS 735.530.

16 "(B) 'Manufacturer' does not include a person who:

"(i) Packages or repackages prescription drugs that are sold within
 this state or who labels or relabels the containers of prescription drugs
 that are sold within this state; and

"(ii) Does not produce, prepare, propagate, compound, convert or
 process prescription drugs that are sold within this state.

"(e) 'Retail drug outlet' has the meaning given that term in ORS
689.005.

"(2)(a) The Public Health Director and the State Board of Pharmacy
shall collaborate to establish a program under which the Oregon
Health Authority and the board oversee the establishment of kiosks
in this state for the purpose of collecting from consumers and disposing of the following drugs:

8 "(A) Prescription drugs, as defined in ORS 689.005;

9 "(B) Nonprescription drugs, as defined in ORS 689.005;

"(C) Drugs marketed under a brand name, as defined in ORS
689.515;

"(D) Drugs marketed under a generic name, as defined in ORS
 689.515;

<sup>14</sup> "(E) Biological products, as described in ORS 689.522;

<sup>15</sup> "(F) Drugs intended to be used by a licensed veterinarian; and

16 "(G) Combination products.

"(b) This subsection does not require the authority or the board,
or any entity described in subsection (3)(a) of this section, to use
kiosks for the purpose of collecting from consumers and disposing of:
"(A) Vitamins or supplements;

"(B) Herb-based remedies or homeopathic drugs, products or reme dies;

"(C) Products that are regulated as both a cosmetic and a
 nonprescription drug by the federal Food and Drug Administration;

"(D) Drugs and biological products for which a manufacturer ad ministers a drug take-back program as part of a risk evaluation and
 mitigation strategy under the oversight of the federal Food and Drug
 Administration; or

29 "(E) Pet pesticide products.

30 "(3) In establishing the program described in subsection (2) of this

HB 2645-3 3/30/17 Proposed Amendments to HB 2645 1 section, the director and the board shall:

2 "(a) Collaborate with hospitals, retail drug outlets and law 3 enforcement agencies to establish new kiosks and enhance existing 4 kiosks on the premises of those entities for the purpose of collecting 5 from consumers and disposing of the drugs described in subsection 6 (2)(a) of this section;

"(b) Ensure that each kiosk established pursuant to paragraph (a)
of this subsection is located on the premises of a hospital, retail drug
outlet or law enforcement agency that qualifies under federal law to
collect and dispose of controlled substances;

"(c) Ensure that at least one kiosk is established pursuant to par agraph (a) of this subsection at each retail drug outlet located within
 a hospital or within a health care facility owned by a hospital;

"(d) Work toward establishing at least one kiosk pursuant to para graph (a) of this subsection for every 20,000 residents of this state;

"(e) In consultation with the Department of Environmental Quality,
 provide for the safe disposal of drugs collected at kiosks established
 pursuant to paragraph (a) of this subsection;

19 "(f) Compile information on:

"(A) How to properly dispose of drugs described in subsection (2)(a)
 of this section in accordance with applicable federal laws and regulations;

"(B) The location of kiosks established pursuant to paragraph (a)
 of this subsection; and

25 "(C) How to properly use kiosks established pursuant to paragraph
26 (a) of this subsection;

"(g) Prepare print publications of the information described in paragraph (f) of this subsection; and

29 "(h) Distribute the print publications described in paragraph (g) of 30 this subsection to retail drug outlets for the purpose of being dissem1 inated to the public.

"(4)(a) The authority shall impose an annual fee against manufacturers for the purpose of paying the costs associated with compiling, preparing print publications for and disseminating information as required by subsection (3)(f), (g) and (h) of this section. The authority may impose and collect the fee in a manner prescribed by the authority, provided that the fee is based on the volume of prescription drugs sold by the manufacturer in this state.

9 "(b) Except as provided in paragraph (c) of this subsection, fee 10 moneys collected by the authority under this subsection must be de-11 posited in the Oregon Health Authority Fund established under ORS 12 413.101. Fee moneys deposited in the fund under this paragraph are 13 continuously appropriated to the authority for purposes of adminis-14 tering this section.

"(c) As deemed necessary by the authority and the board to pay the board's costs incurred under this section, the authority shall transfer a portion of the fee moneys collected by the authority under this subsection to the board for deposit in the State Board of Pharmacy Account established under ORS 689.139. Fee moneys deposited in the account under this paragraph are continuously appropriated to the board for purposes of administering this section.

"(5) The cost associated with establishing a new kiosk or enhancing
an existing kiosk as required by subsection (3)(a) of this section shall
be borne by the hospital, retail drug outlet or law enforcement agency
where the kiosk is located.

"(6) The board, in consultation with the director, shall adopt rules
 necessary to implement this section.

"<u>SECTION 2.</u> (1) This section is intended to establish that the state
has the exclusive right to regulate the collection from consumers and
disposal of the drugs described in section 1 (2)(a) of this 2017 Act.

"(2) Except as otherwise expressly authorized by the laws of this 1 state, a county or city, or other unit of local government, may not  $\mathbf{2}$ adopt an ordinance or rule that provides for the collection from con-3 sumers or disposal of the drugs described in section 1 (2)(a) of this 2017 4 Act, except to the extent that the ordinance or rule provides for the  $\mathbf{5}$ enforcement of a state law or rule or federal law or regulation that 6 governs the collection from consumers and disposal of the drugs de-7 scribed in section 1 (2)(a) of this 2017 Act. 8

9 "<u>SECTION 3.</u> (1) Section 1 of this 2017 Act becomes operative on
10 January 1, 2018.

11 "(2) The Public Health Director, the Oregon Health Authority and 12 the State Board of Pharmacy may take any action before the operative 13 date specified in subsection (1) of this section that is necessary to en-14 able the director, the authority and the board to exercise, on and after 15 the operative date specified in subsection (1) of this section, all the 16 duties, functions and powers conferred on the director, the authority 17 and the board by section 1 of this 2017 Act.

"SECTION 4. This 2017 Act takes effect on the 91st day after the
 date on which the 2017 regular session of the Seventy-ninth Legislative
 Assembly adjourns sine die.".

21