House Bill 2303

Sponsored by Representatives POST, HAYDEN; Representatives KOTEK, MARSH, NOBLE, Senators DEMBROW, ROBLAN, STEINER HAYWARD (Presession filed.)

SUMMARY

The following summary is not prepared by the sponsors of the measure and is not a part of the body thereof subject to consideration by the Legislative Assembly. It is an editor's brief statement of the essential features of the measure as introduced.

Deletes requirement that pseudoephedrine be classified as Schedule III controlled substance. Directs State Board of Pharmacy to adopt rules for dispensing of pseudoephedrine. Requires rules to be consistent with provisions of federal Controlled Substances Act that are related to dispensing of pseudoephedrine and federal regulations that implement those provisions. Punishes violation of rules by five years' imprisonment, \$125,000 fine, or both.

Becomes operative January 1, 2020.

Takes effect on 91st day following adjournment sine die.

1 A BILL FOR AN ACT

- Relating to pseudoephedrine; creating new provisions; amending ORS 475.950 and 475.973; repealing ORS 475.754; and prescribing an effective date.
 - Be It Enacted by the People of the State of Oregon:
- 5 SECTION 1. Section 2 of this 2019 Act is added to and made a part of ORS 475.005 to 475.285.
 - SECTION 2. (1) A person may not deliver, dispense or administer pseudoephedrine in this state unless:
 - (a) The person is registered to dispense controlled substances under ORS 475.135 and is dispensing the pseudoephedrine in accordance with rules adopted under this section; or
 - (b) The person is licensed as a practitioner under the laws of this state, the person's license authorizes the person to dispense and administer controlled substances and the person dispenses or administers the pseudoephedrine in accordance with laws and rules applicable to the dispensing of a controlled substance.
 - (2) The State Board of Pharmacy shall adopt rules for the dispensing of pseudoephedrine by a person registered to dispense controlled substances under ORS 475.135. Rules adopted under this section must set forth:
 - (a) Procedures for dispensing of pseudoephedrine, including:
 - (A) The amount of pseudoephedrine that may be dispensed without a prescription during a single transaction, provided that the amount does not exceed 3.6 grams;
 - (B) The amount of pseudoephedrine that may be dispensed without a prescription during a one-month period, provided that the amount does not exceed nine grams per individual;
 - (C) Standards for the safekeeping of pseudoephedrine, provided that pseudoephedrine may not be accessed by purchasers of pseudoephedrine without the assistance of the person registered to dispense controlled substances under ORS 475.135 or an employee of that person;
 - (D) Procedures for checking and verifying the identification of persons purchasing pseudoephedrine, provided that the procedures require verifying identification through the presentation of a driver license, an identification card issued under ORS 807.400, a passport,

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a United States military identification card or any other identification card issued by a state that bears a picture of the person, the name of the person, the person's date of birth and a physical description of the person; and

(E) Record keeping requirements for the dispensing of pseudoephedrine;

- (b) Requirements for training and certifying employees who dispense pseudoephedrine;
- (c) Reporting requirements for the dispensing of pseudoephedrine; and
- (d) Any exemptions from the procedures and requirements adopted pursuant to paragraphs (a) to (c) of this subsection.
- (3) In adopting rules under subsection (2) of this section, the board shall adopt rules that are consistent with the provisions of the federal Controlled Substances Act that are related to the dispensing of pseudoephedrine and the federal regulations that implement those provisions.
 - (4) Violation of this section or a rule adopted pursuant to this section is a Class C felony. **SECTION 3.** ORS 475.973 is amended to read:

475.973. (1)(a) The State Board of Pharmacy may not adopt rules that exempt a product containing ephedrine [or pseudoephedrine] from classification as a controlled substance. Except as otherwise provided in this paragraph, the [State Board of Pharmacy] board shall adopt rules to classify ephedrine[, pseudoephedrine] and phenylpropanolamine as Schedule III controlled substances. The Schedule III classification may be modified by the [State Board of Pharmacy] board if the [State Board of Pharmacy] board finds that restrictions on products containing ephedrine[, pseudoephedrine] or phenylpropanolamine under a Schedule III designation do not significantly reduce the number of methamphetamine laboratories within the state.

- (b) Records of transactions involving products containing ephedrine[, pseudoephedrine] or phenylpropanolamine are subject to inspection by the [State Board of Pharmacy] board and law enforcement agencies. A person required to make or maintain records of transactions involving products containing ephedrine[, pseudoephedrine] or phenylpropanolamine shall forward the records to the Department of State Police if directed to do so by the department. Failure to forward records as required by this paragraph is a Class A misdemeanor.
- (2) This section does not apply to products that the [State Board of Pharmacy] board, upon application of a manufacturer, exempts by rule because the product is formulated to effectively prevent conversion of the active ingredient into methamphetamine or its salts or precursors. Upon notification from the [Department of State Police] department that the department has probable cause to believe that a product exempted under this subsection does not effectively prevent conversion of the active ingredient into methamphetamine or its salts or precursors, the [State Board of Pharmacy] board may issue an emergency rule revoking the exemption for the product pending a full hearing.

SECTION 4. ORS 475.950 is amended to read:

475.950. (1) A person commits the offense of failure to report a precursor substances transaction if the person does any of the following:

- (a) Sells, transfers or otherwise furnishes any precursor substance described in ORS 475.940 (3)(a) to (hh) and (oo) and does not, at least three days before delivery of the substance, submit to the Department of State Police a report that meets the reporting requirements established by rule under ORS 475.945.
- (b) Receives any precursor substance described in ORS 475.940 (3)(a) to (hh) and (oo) and does not, within 10 days after receipt of the substance, submit to the [Department of State Police] **department** a report that meets the reporting requirements established by rule under ORS 475.945.

(2) This section does not apply to any of the following:

- (a) Any pharmacist or other authorized person who sells or furnishes a precursor substance upon the prescription of a physician licensed under ORS chapter 677, physician assistant licensed under ORS 677.505 to 677.525, nurse practitioner licensed under ORS 678.375 to 678.390, naturopathic physician licensed under ORS chapter 685, dentist or veterinarian.
- (b) Any practitioner, as defined in ORS 475.005, who administers or furnishes a precursor substance to patients upon prescription.
- (c) Any person licensed by the State Board of Pharmacy who sells, transfers or otherwise furnishes a precursor substance to a licensed pharmacy, physician licensed under ORS chapter 677, physician assistant licensed under ORS 677.505 to 677.525, nurse practitioner licensed under ORS 678.375 to 678.390, naturopathic physician licensed under ORS chapter 685, dentist or veterinarian for distribution to patients upon prescription.
- (d) Any person who is authorized by rule under ORS 475.945 to report in an alternate manner if the person complies with the alternate reporting requirements.
- (e) Any patient of a practitioner, as defined in ORS 475.005, who obtains a precursor substance from a licensed pharmacist, physician licensed under ORS chapter 677, physician assistant licensed under ORS 677.505 to 677.525, nurse practitioner licensed under ORS 678.375 to 678.390, naturopathic physician licensed under ORS chapter 685, dentist or veterinarian pursuant to a prescription.
- (f) Any person who sells or transfers ephedrine, pseudoephedrine or phenylpropanolamine in compliance with ORS 475.973 or section 2 of this 2019 Act.
- (g) Any practitioner, as defined in ORS 475.005, who dispenses a precursor substance to a person with whom the practitioner has a professional relationship.
- (h) Any person who obtains a precursor substance from a practitioner, as defined in ORS 475.005, with whom the person has a professional relationship.
- (i) Any person who sells or transfers an isomer of a precursor substance, unless it is an optical isomer.
- (3) Penalties related to providing false information on a report required under this section are provided under ORS 475.965.
- (4) The Department of State Police and any law enforcement agency may inspect and remove copies of the sales records of any retail or wholesale distributor of methyl sulfonyl methane or a precursor substance during the normal business hours of the retail or wholesale distributor or may require the retail or wholesale distributor to provide copies of the records.
 - (5) Failure to report a precursor substances transaction is a Class A misdemeanor.

SECTION 5. ORS 475.754 is repealed.

- SECTION 6. Section 2 of this 2019 Act, the amendments to ORS 475.950 and 475.973 by sections 3 and 4 of this 2019 Act and the repeal of ORS 475.754 by section 5 of this 2019 Act apply to conduct occurring on or after the operative date specified in section 7 of this 2019 Act.
- SECTION 7. (1) Section 2 of this 2019 Act, the amendments to ORS 475.950 and 475.973 by sections 3 and 4 of this 2019 Act and the repeal of ORS 475.754 by section 5 of this 2019 Act become operative on January 1, 2020.
- (2) The State Board of Pharmacy may take any action before the operative date specified in subsection (1) of this section that is necessary to enable the board to exercise, on and after the operative date specified in subsection (1) of this section, all the duties, powers and

functions conferred on the board by section 2 of this 2019 Act, the amendments to ORS 475.950 and 475.973 by sections 3 and 4 of this 2019 Act and the repeal of ORS 475.754 by section 5 of this 2019 Act.

SECTION 8. This 2019 Act takes effect on the 91st day after the date on which the 2019 regular session of the Eightieth Legislative Assembly adjourns sine die.

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