A BILL FOR AN ACT

RELATING TO CONTROLLED SUBSTANCES.

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

1	SECTION 1. Chapter 329, Hawaii Revised Statutes, is
2	amended by adding two new sections to part IV to be
3	appropriately designated and to read as follows:
4	"§329- Administrative penalties. (a) Any person who
5	violates this chapter or any rule adopted by the department
6	pursuant to this chapter shall be fined not more than \$10,000
7	for each separate offense. Any action taken to collect the
8	penalty provided for in this subsection shall be considered a
9	civil action and the fine shall be deposited into the state
10	general fund.
11	(b) The director may impose the administrative penalty
12	specified in this section by order, and in addition to any other
13	administrative or judicial remedy provided by this part, or by
14	rules adopted pursuant to this chapter. Factors to be
15	considered in imposing the administrative penalty shall include:
16	(1) The nature and history of the violation;

(2) Any prior violation; and

1	(3) The opportunity, difficulty, and history of
2	corrective action.
3	For any judicial proceeding to recover the administrative
4	penalty imposed, the administrator need only show that notice
5	was given, a hearing was held or the time granted for requesting
6	a hearing has expired without such a request, the administrative
7	penalty was imposed, and the penalty remains unpaid.
8	§329- Injunctive relief. The administrator may
9	institute a civil action in any court of competent jurisdiction
10	for injunctive relief to prevent any violation of this chapter
11	or any rule adopted to implement this chapter. The court shall
12	have powers to grant relief in accordance with the Hawaii rules
13	of civil procedure."
14	SECTION 2. Section 329-1, Hawaii Revised Statutes, is
15	amended by adding two new definitions to be appropriately
16	inserted and to read as follows:
17	"Designated member of the physician's health care team"
18	means a person authorized by the physician who is also
19	authorized by state law to prescribe prescription drugs, which
20	shall include physician assistants, advanced practice registered
21	nurses, and covering physicians.

1	"Phy	sician-patient relationship" means the collaborative
2	relations	hip between physicians and their patients upon which
3	the healt	h and well being of patients depends, and in which the
4	treating	physician or the physician's designated member of the
5	health ca	re team, at a minimum:
6	(1)	Personally performs a face-to-face history and
7		physical examination of the patient that is
8		appropriate to the specialty training and experience
9		of the physician or the designated member of the
10		health care team, makes a diagnosis and formulates a
11		therapeutic plan, or personally treats a specific
12		injury or condition;
13	(2)	Discusses with the patient the diagnosis or treatment,
14		including the benefits of other treatment options; and
15	(3)	Ensures the availability of appropriate follow-up
16		care."
17	SECT	ION 3. Section 329-38, Hawaii Revised Statutes, is
18	amended a	s follows:
19	1.	By amending subsection (g) to read:
20	" (g)	Prescriptions for controlled substances shall be
21	issued on	ly as follows:

1	(1)	All prescriptions for controlled substances shall
2		originate from within the State and be dated as of,
3		and signed on, the day when the prescriptions were
4		issued and shall contain:
5		(A) The first and last name and address of the
6		patient; and
7		(B) The drug name, strength, dosage form, quantity
8		prescribed, and directions for use. Where a
9		prescription is for gamma hydroxybutyric acid,
10		methadone, or buprenorphine, the practitioner
11		shall record as part of the directions for use,
12		the medical need of the patient for the
13		prescription.
14		The controlled substance prescriptions shall be no
15		larger than eight and one-half inches by eleven inches
16		and no smaller than three inches by four inches.
17		A practitioner may sign a prescription in the same
18		manner as the practitioner would sign a check or legal
19		document (e.g., J.H. Smith or John H. Smith) and shall
20		use both words and figures (e.g., alphabetically and
21		numerically as indications of quantity, such as five

(5)), to indicate the amount of controlled substance

1	to be dispensed. Where an oral order is not
2	permitted, prescriptions shall be written with ink or
3	indelible pencil or typed, shall be manually signed by
4	the practitioner, and shall include the name, address,
5	telephone number, and registration number of the
6	practitioner. The prescriptions may be prepared by a
7	secretary or agent for the signature of the
8	practitioner, but the prescribing practitioner shall
9	be responsible in case the prescription does not
10	conform in all essential respects to this chapter and
11	any rules adopted pursuant to this chapter. <u>In</u>
12	receiving an oral prescription from a practitioner, a
13	pharmacist shall promptly reduce the oral prescription
14	to writing, which shall include the following
15	information: the name, strength, and quantity of the
16	drug, in figures only, and specific directions for the
17	drug's use; the date the oral prescription was
18	received; the full name, DEA registration number, and
19	oral code number of the practitioner; and the name and
20	address of the person for whom the controlled
21	substance was prescribed or the name of the owner of

the	animal	for	which	controlled	substance	
nred	scribed.					
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A corresponding liability shall rest upon a pharmacist who fills a prescription not prepared in the form prescribed by this section. A pharmacist may add a patient's missing address or change a patient's address on all controlled substance prescriptions after verifying the patient's identification and noting the identification number on the back of the prescription. The pharmacist shall not make changes to the patient's name, the controlled substance being prescribed, the quantity of the prescription, the practitioner's DEA number, or the practitioner's signature;

- (2) An intern, resident, or foreign-trained physician, or a physician on the staff of a Department of Veterans Affairs facility or other facility serving veterans, exempted from registration under this chapter, shall include on all prescriptions issued by the physician:
 - (A) The registration number of the hospital or other institution; and

1		(B) The special internal code number assigned to the
2		physician by the hospital or other institution in
3		lieu of the registration number of the
4		practitioner required by this section.
5		The hospital or other institution shall forward a copy
6		of this special internal code number list to the
7		department as often as necessary to update the
8		department with any additions or deletions. Failure
9		to comply with this paragraph shall result in the
10		suspension of that facility's privilege to fill
11		controlled substance prescriptions at pharmacies
12		outside of the hospital or other institution. Each
13		written prescription shall have the name of the
14		physician stamped, typed, or hand-printed on it, as
15		well as the signature of the physician;
16	(3)	An official exempted from registration shall include
17		on all prescriptions issued by the official:
18		(A) The official's branch of service or agency (e.g.,
19		"U.S. Army" or "Public Health Service"); and
20		(B) The official's service identification number, in
21		lieu of the registration number of the
22		practitioner required by this section. The

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service identification number for a Public Health

2		Service employee shall be the employee's social
3		security identification number.
4		Each prescription shall have the name of the officer
5		stamped, typed, or handprinted on it, as well as the
6		signature of the officer; and
7	(4)	A physician assistant registered to prescribe
8		controlled substances under the authorization of a
9		supervising physician shall include on all controlled
10		substance prescriptions issued:
11		(A) The DEA registration number of the supervising
12		physician; and
13		(B) The DEA registration number of the physician
14		assistant.
15		Each written controlled substance prescription issued
16		shall include the printed, stamped, typed, or hand-
17		printed name, address, and phone number of both the
18		supervising physician and physician assistant, and
19		shall be signed by the physician assistant. The
20		medical record of each written controlled substance
21		prescription issued by a physician assistant shall be

1	reviewed and initialed by the physician assistant's
2	supervising physician within seven working days."
3	2. By amending subsections (j) , (k) , (1) , and (m) to read:
4	"(j) A prescription for a schedule II controlled substance
5	may be transmitted by the practitioner or the practitioner's
6	agent to a pharmacy by facsimile equipment; provided that the
7	original written, signed prescription is presented to the
8	pharmacist for review prior to the actual dispensing of the
9	controlled substance, except as noted in [subsection]
10	subsections (k), (l), $[er]$ and (m). The original prescription
11	shall be maintained in accordance with section 329-36. A
12	prescription for a schedule III, IV, or V controlled substance
13	may be transmitted by the practitioner or the practitioner's
14	agent to a pharmacy by facsimile; provided that:
15	(1) The information shall be communicated only between the
16	prescribing practitioner or the prescriber's
17	authorized agent and the pharmacy of the patient's
18	choice[+]. The original prescription shall be
19	maintained by the practitioner in accordance with
20	section 329-36;
21	(2) The information shall be communicated in a
22	retrievable, recognizable format acceptable to the

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1		intended recipient and shall include the physician's
2		oral code designation and the name of the recipient
3		pharmacy;
4	(3)	No electronic system, software, or other intervening
5		mechanism or party shall alter the practitioner's
6		prescription, order entry, selection, or intended
7		selection without the practitioner's approval on a per
8		prescription per order basis. Facsimile prescription
9		information shall not be altered by any system,
10		software, or other intervening mechanism or party
11		prior to receipt by the intended pharmacy;
12	(4)	The prescription information processing system shall
13		provide for confidentiality safeguards required by
14		federal or state law; and
15	(5)	Prescribing practitioners and pharmacists shall
16		exercise prudent and professional judgment regarding
17		the accuracy, validity, and authenticity of any
18		facsimile prescription information. The facsimile
19		shall serve as the original written prescription for

purposes of this section and shall be maintained in

accordance with section 329-36.

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1 (k) A prescription prepared in accordance with subsection 2 (g) written for a narcotic listed in schedule II to be 3 compounded for the direct administration to a patient by 4 parenteral, intravenous, intramuscular, subcutaneous, or intraspinal infusion, but does not extend to the dispensing of 5 oral dosage units of controlled substances, may be transmitted 6 7 by the practitioner or the practitioner's agent to the pharmacy 8 by facsimile. The original prescription shall be maintained by 9 the practitioner in accordance with section 329-36. pharmacist shall note on the face of the facsimile prescription 10 in red ink "Home Infusion/IV" and this facsimile shall serve as 11 the original written prescription for purposes of this section 12 13 and it shall be maintained in accordance with section 329-36. A prescription prepared in accordance with subsection 14 15 (q) written for a schedule II substance for a patient enrolled 16 in a hospice care program certified or paid for by medicare 17 under Title XVIII or a hospice program that is licensed by the 18 State may be transmitted by the practitioner or the 19 practitioner's agent to the dispensing pharmacy by facsimile. 20 The original prescription shall be maintained by the practitioner in accordance with section 329-36. 21 practitioner or practitioner's agent shall note on the 22

- 1 prescription that the patient is a hospice patient. The
- 2 pharmacist shall note on the face of the facsimile prescription
- 3 in red ink "HOSPICE" and this facsimile shall serve as the
- 4 original written prescription for purposes of this section and
- 5 it shall be maintained in accordance with section 329-36.
- 6 (m) A prescription prepared in accordance with subsection
- 7 (g) written for a schedule II controlled substance for a
- 8 resident of a state-licensed long-term care facility may be
- 9 transmitted by the practitioner or the practitioner's agent to
- 10 the dispensing pharmacy by facsimile. The original prescription
- 11 shall be maintained by the practitioner in accordance with
- 12 section 329-36. The pharmacist shall note on the face of the
- 13 facsimile prescription in red ink "LTCF" and this facsimile
- 14 shall serve as the original written prescription for purposes of
- 15 this section and it shall be maintained in accordance with
- 16 section 329-36."
- 17 SECTION 4. Section 329-41, Hawaii Revised Statutes, is
- 18 amended to read as follows:
- 19 "§329-41 Prohibited acts B--penalties. (a) It is
- 20 unlawful for any person:
- 21 (1) Who is subject to part III to distribute, administer,
- 22 prescribe, or dispense a controlled substance in

1		violation of section 329-38[+] or rules authorized
2		under section 329-31; however, a licensed manufacturer
3		or wholesaler may sell or dispense a controlled
4		substance to a master of a transpacific ship or a
5		person in charge of a transpacific aircraft upon which
6		no physician is regularly employed, for the actual
7		medical needs of persons on board such ship or
8		aircraft when not in port; provided schedule I or II
9		controlled substances shall be sold to the master of
10		such ship or person in charge of such aircraft only in
11		accordance with the provisions set forth in 21 Code of
12		Federal Regulations, Sections 1301, 1305, and 1307,
13		adopted pursuant to Title 21, United States Code,
14		Section 821;
15	(2)	Who is a registrant to manufacture a controlled
16		substance not authorized by the registrant's
17		registration or to distribute or dispense a controlled
18		substance not authorized by the registrant's
19		registration to another registrant or another
20		authorized person;
21	(3)	To refuse or fail to make available, keep, or furnish
22		any record, notification, order form, prescription,

1		statement, invoice, or information in patient charts
2		relating to the administration, dispensing, or
3		prescribing of controlled substances;
4	(4)	To refuse any lawful entry into any premises for any
5		inspection authorized by this chapter;
6	(5)	Knowingly to keep or maintain any store, shop,
7		warehouse, dwelling, building, vehicle, boat,
8		aircraft, or other structure or place for the purpose
9		of using these substances or which is used for keeping
10		or selling them in violation of this chapter or
11		chapter 712, part IV; [ex]
12	(6)	Who is a practitioner or pharmacist to dispense a
13		controlled substance to any individual not known to
14		the practitioner or pharmacist, without first
15		obtaining proper identification and documenting, by
16		signature on a log book kept by the practitioner or
17		pharmacist, the identity of and the type of
18		identification presented by the individual obtaining
19		the controlled substance. If the individual does not
20		have any form of proper identification, the pharmacist
21		shall verify the validity of the prescription and
22		identity of the patient with the prescriber, or their

1		authorized agent, before dispensing the controlled
2		substance. For the purpose of this section, "proper
3		identification" means government-issued identification
4		containing the photograph, printed name, and signature
5		of the individual obtaining the controlled
6		substance[-];
7	<u>(7)</u>	Who is a practitioner to predate or pre-sign
8		prescriptions to facilitate the obtaining or attempted
9		obtaining of controlled substances; or
10	(8)	Who is a practitioner to facilitate the issuance or
11		distribution of a written prescription or to issue an
12		oral prescription for a controlled substance when not
13		physically in the State.
14	(b)	It is unlawful for any person subject to part III of
15	this chap	ter, to administer, prescribe, or knowingly dispense
16	any contro	olled substance without a bona fide physician-patient
17	relations	hip.
18	[-(b) -	(c) Any person who violates this section is guilty
19	of a class	s C felony."
20	SECT	ION 5. Section 329-42, Hawaii Revised Statutes, is
21	amended by	y amending subsection (a) to read as follows:

1	" (a)	It	is unlawful for any person knowingly or
2	intention	ally:	
3	(1)	To c	distribute as a registrant a controlled substance
4		clas	ssified in schedule I or II, except pursuant to an
5		orde	er form as required by section 329-37;
6	(2)	To u	se in the course of the manufacture $[e_T]_{\underline{f}}$
7		dist	ribution, administration, or prescribing of a
8		cont	rolled substance a registration number that is
9		fict	itious, revoked, suspended, expired, or issued to
10		anot	her person;
11	(3)	То о	btain or attempt to obtain any controlled
12		subs	tance or procure or attempt to procure the
13		admi	nistration of any controlled substance:
14		(A)	By fraud, deceit, misrepresentation,
15			embezzlement, theft;
16		(B)	By the forgery or alteration of a prescription or
17			of any written order;
18		(C)	By furnishing fraudulent medical information or
19			the concealment of a material fact;
20		(D)	By the use of a false name, patient
21			identification number, or the giving of false
22			address;

1		(E) By the unauthorized use of a physician's oral
2		call-in number; or
3		(F) By the alteration of a prescription by the
4		addition of future refills;
5	(4)	To furnish false or fraudulent material information
6		in, or omit any material information from, any
7		application, report, or other document required to be
8		kept or filed under this chapter, or any record
9		required to be kept by this chapter;
10	(5)	To make, distribute, or possess any punch, die, plate,
11		stone, or other thing designed to print, imprint, or
12		reproduce the trademark, trade name, or other
13		identifying mark, imprint, or device of another or any
14		likeness of any of the foregoing upon any drug or
15		container or labeling thereof so as to render the drug
16		a counterfeit substance;
17	(6)	To misapply or divert to the person's own use or other
18		unauthorized or illegal use or to take, make away
19		with, or secrete, with intent to misapply or divert to
20		the person's own use or other unauthorized or illegal
21		use, any controlled substance that shall have come

into the person's possession or under the person's

1		care as a registrant or as an employee of a registrant
2		who is authorized to possess controlled substances or
3		has access to controlled substances by virtue of the
4		person's employment; or
5	(7)	To make, distribute, possess, or sell any prescription
6		form, whether blank, faxed, computer generated,
7		photocopied, or reproduced in any other manner without
8		the authorization of the licensed practitioner."
9	SECT	ION 6. Section 329-52, Hawaii Revised Statutes, is
10	amended t	o read as follows:
11	"§32	9-52 Administrative inspections[-and warrants]. [-(a)
12	Issuance	and execution of administrative inspection warrants
13	shall be	as follows:
14	(1)	A judge of the circuit court, or any district judge
15		within the judge's jurisdiction, and upon proper oath
16		or affirmation showing probable cause, may issue
17		warrants for the purpose of conducting administrative
18		inspections authorized by this chapter or rules
19		hereunder, and seizures of the property appropriate to
20		the inspections. For purposes of the issuance of
21		administrative inspection warrants, probable cause
22		exists upon showing a valid public interest in the

1		effective enforcement of this chapter or rules
2		hereunder, sufficient to justify administrative
3		inspection of the area, premises, building or
4		conveyance in the circumstances specified in the
5		application for the warrant;
6	(2)	A warrant shall issue only upon an affidavit of a
7		designated officer or employee having knowledge of the
8		facts alleged, sworn to before the judge and
9		establishing the grounds for issuing the warrant. If
10		the judge is satisfied that grounds for the
11		application exist or that there is probable cause to
12		believe they exist, the judge shall issue a warrant
13		identifying the area, premises, building, or
14		conveyance to be inspected, the purpose of the
15		inspection, and, if appropriate, the type of property
16		to be inspected, if any. The warrant shall:
17	+	A) State the grounds for its issuance and the name of
18		each person whose affidavit has been taken in
19		support thereof;
20	+	B) Be directed to a person authorized by section 329
21		51 to execute it;

1	(C) Command the person to whom it is directed to
2	inspect the area, premises, building, or
3	conveyance identified for the purpose specified
4	and, if appropriate, direct the seizure of the
5	property specified;
6	(D) Identify the item or types of property to be
7	seized, if any;
8	(E) Direct that it be served during normal business
9	hours and designate the judge to whom it shall be
10	returned;
11	(3) A warrant issued pursuant to this section must be
12	executed and returned within ten days of its date
13	unless, upon a showing of a need for additional time,
14	the court orders otherwise. If property is seized
15	pursuant to a warrant, a copy shall be given to the
16	person from whom or from whose premises the property
17	is taken, together with a receipt for the property
18	taken. The return of the warrant shall be made
19	promptly, accompanied by a written inventory of any
20	property taken. The inventory shall be made in the
21	presence of the person executing the warrant and of
22	the person from whose possession or premises the

1		property was taken, if present, or in the presence of
2		at least one credible person other than the person
3		executing the warrant. A copy of the inventory shall
4		be delivered to the person from whom or from whose
5		premises the property was taken and to the applicant
6		for the warrant;
7	(4)	The judge who has issued a warrant shall attach
8		thereto a copy of the return and all papers returnable
9		in connection therewith and file them with the chief
10		clerk of the judicial circuit in which the inspection
11		was made.
12	(b)	The department of public safety may make
13	administra	tive inspections of controlled premises in accordance
14	with the f	ollowing provisions:
15	(1)	For purposes of this section only, "controlled
16		premises" means:
17	+	A) Places where persons registered or exempted from
18		registration requirements under this chapter are
19		required to keep records; and
20	+	B) Places including factories, warehouses,
21		establishments, and conveyances in which persons
22		registered or exempted from registration

1	requirements under this chapter are permitted to
2	hold, manufacture, compound, process, sell,
3	deliver, or otherwise dispose of any controlled
4	substance.
5	(2) When authorized by an administrative inspection
6	warrant issued pursuant to subsection (a) an officer
7	or employee designated by the department of public
8	safety, upon presenting the warrant and appropriate
9	credentials to the owner, operator, or agent in
10	charge, may enter controlled premises for the purpose
11	of conducting an administrative inspection.
12	(3) When authorized by an administrative inspection
13	warrant, an officer or employee designated by the
14	department of public safety may:
15	(A) Inspect and copy records required by this chapter
16	to be kept;
17	(B) Inspect, within reasonable limits and in a
18	reasonable manner, controlled premises and all
19	pertinent equipment, finished and unfinished
20	material, containers and labeling found therein,
21	and, except as provided in subsection (b) (5), all
22	other things therein, including records, files,

1	papers, processes, controls, and facilities
2	bearing on violation of this chapter; and
3	(C) Inventory any stock of any controlled substance
4	therein and obtain samples thereof.
5	(4) This section does not prevent the inspection without a
6	warrant of books and records pursuant to an
7	administrative subpoena issued in accordance with law,
8	nor does it prevent entries and administrative
9	inspections, including seizures of property, without a
10	warrant:
11	(A) If the owner, operator, or agent in charge of the
12	controlled premises consents;
13	(B) In situations presenting imminent danger to health
14	or safety;
15	(C) In situations involving inspection of conveyances
16	if there is reasonable cause to believe that the
17	mobility of the conveyance makes it impracticable
18	to obtain a warrant;
19	(D) In any other exceptional or emergency circumstance
20	where time or opportunity to apply for a warrant
21	is lacking; or

1	(E) In all other situations in which a warrant is not	H
2	constitutionally required.	
3	(5) An inspection authorized by this section shall not	
4	extend to financial data, sales data, other than	
5	shipment data, or pricing data unless the owner,	
6	operator, or agent in charge of the controlled	
7	premises consents in writing.]	
8	(a) The administrator or any of the administrator's agent	ts
9	may make administrative inspections of controlled premises upor	n
10	presenting appropriate credentials to the registrant or persons	s
11	subject to parts III, IV, VIII, and IX of this chapter or their	r
12	agents in accordance with the following provisions:	
13	(1) Inspections shall be at reasonable times, within	
14	reasonable limits, and in a reasonable manner of	
15	controlled premises and vehicles in which persons	
16	registered or exempted from registration requirements	<u>s</u>
17	under this chapter are permitted to hold, manufacture	<u>e,</u>
18	compound, process, sell, dispense, deliver, or	
19	otherwise dispose of any controlled substance or	
20	regulated chemical designated under section 329-61 and	nd
21	all pertinent equipment, finished and unfinished	

1		materials, containers, and labeling therein to
2		determine if this chapter is being violated;
3	(2)	The administrator or any of the administrator's agents
4		shall have access to and may copy any and all records,
5		books, logs, or documents pertaining to the
6		administering, prescribing, dispensing, or sale of
7		controlled substances or regulated chemicals
8		designated under this chapter without a warrant; and
9	(3)	The administrator or any of the administrator's agents
10		may inventory any stock of any controlled substance or
11		regulated chemical designated under section 329-61 and
12		secure samples or specimens of any drug, device, or
13		chemical not seized as evidence by paying or offering
14		to pay for the sample. The administrator shall make
15		or cause to be made examinations of samples secured
16		under this section to determine whether or not this
17		chapter is being violated.
18	(b)	An inspection of records authorized by this section
19	shall not	extend to financial data, data relating to pricing of
20	items, otl	her than shipment and sale amounts, unless the owner,
21	operator,	or agent in charge of the controlled premises consents
22	in writing	g.

1	(c)	For purposes of this section, "controlled premises"
2	means:	
3	(1)	Places where persons registered or exempted from
4		registration requirements under this chapter are
5		required to keep records; and
6	(2)	Places, including factories, warehouses,
7		establishments, and conveyances in which persons
8		registered or exempted from registration requirements
9		under this chapter are permitted to hold, manufacture,
10		compound, process, sell, dispense, deliver, or
11		otherwise dispose of any controlled substance or
12		regulated chemical designated under section 329-61."
13	SECT	ION 7. This Act does not affect rights and duties that
14	matured,]	penalties that were incurred, and proceedings that were
15	begun, be	fore its effective date.
16	SECT	ION 8. Statutory material to be repealed is bracketed
17	and stric	ken. New statutory material is underscored.
18	SECT	ION 9. This Act shall take effect on July 1, 2008.

Report Title:

Controlled Substances

Description:

Prohibits pre-signed and predated prescriptions. Clarifies how the narcotic enforcement division administrator shall conduct inspections at pharmacies. (SD1)