

Stricken language would be deleted from and underlined language would be added to the law as it existed prior to this session of the General Assembly.

INTERIM STUDY PROPOSAL 2009-207

State of Arkansas  
87th General Assembly  
Regular Session, 2009

**A Bill**

MGF/KSW  
SENATE BILL

By: Senator Altes

Filed with: Arkansas Legislative Council  
pursuant to A.C.A. §10-3-217.

**For An Act To Be Entitled**

AN ACT TO ESTABLISH A PRESCRIPTION DRUG  
MONITORING PROGRAM; AND FOR OTHER PURPOSES.

**Subtitle**

AN ACT TO ESTABLISH A PRESCRIPTION DRUG  
MONITORING PROGRAM.

BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF ARKANSAS:

SECTION 1. Arkansas Code Title 20, Chapter 7 is amended to add an additional subchapter to read as follows:

20-7-601. Title.

This subchapter shall be known and may be cited as the "Prescription Drug Monitoring Program Act".

20-7-602. Purpose.

The General Assembly intends to protect the state health system by improving the state's ability to identify and stop diversion of prescription drugs in an efficient and cost-effective manner that will not impede the appropriate medical use of controlled substances.

20-7-603. Definitions.

As used in this subchapter:

(1) "Administer" means the direct application of a controlled

1 substance, whether by injection, inhalation, ingestion, or any other means to  
2 the body of a patient or research subject by a person licensed in this state  
3 to directly apply controlled substances;

4 (2)(A) "Dispenser" means a person who delivers Schedule II  
5 narcotics or Schedule III narcotics.

6 (B) "Dispenser" does not include:

7 (i) A licensed hospital pharmacy that distributes  
8 Schedule II narcotics and Schedule III narcotics;

9 (a) For the purpose of inpatient hospital  
10 care;

11 (b) For outpatient services, except for a  
12 pharmacy owned by a hospital that has a retail pharmacy permit; and

13 (c) At the time of discharge from a hospital;

14 (ii) A nursing home or hospice;

15 (iii) A person licensed in this state to administer  
16 Schedule II narcotics or Schedule III narcotics; or

17 (iv) A wholesale distributor of Schedule II  
18 narcotics and Schedule III narcotics;

19 (3) "Interoperability" means the ability of the program to  
20 electronically share reported information with another state if the  
21 information concerns either the dispensing of a controlled substance:

22 (A) To a patient who resides in the other state; or

23 (B) Prescribed by a practitioner whose principal place of  
24 business is located in the other state;

25 (4) "Patient" means the person who is the ultimate user of a  
26 Schedule II narcotics or Schedule III narcotics for whom a prescription is  
27 issued or for whom a drug is dispensed, or both; and

28 (5) "Schedule II narcotics" means controlled substances that are  
29 placed in Schedule II under §5-64-205; and

30 (6) "Schedule III narcotics" means controlled substances that  
31 are placed in Schedule III under §5-64-207.

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33 20-7-604. Requirements for the prescription drug monitoring program.

34 (a)(1) The Department of Health using the criteria established by the  
35 Arkansas State Board of Pharmacy under this subchapter shall establish and  
36 maintain an electronic program for monitoring the prescribing and dispensing

1 of all Schedule II narcotics and Schedule III narcotics.

2 (2) The program shall:

3 (A) Be an electronic database containing the information  
4 reported under this section;

5 (B) Be searchable by any field or combination of fields;  
6 and

7 (C) Include reported information in the database  
8 consistent with criteria established by the Arkansas State Board of Pharmacy  
9 with appropriate safeguards for ensuring the accuracy and completeness of the  
10 database.

11 (3) The department shall take appropriate security measures to  
12 protect the integrity of and access to the database.

13 (b)(1) Each dispenser shall submit to the department information  
14 regarding prescription drugs as specified by the Arkansas State Board of  
15 Pharmacy.

16 (2) The board shall specify criteria for the types of data to be  
17 collected under this subchapter, the criteria for collecting data under this  
18 subchapter, and the criteria for evaluating data under this subchapter.

19 (c)(1) Each dispenser shall submit the information required under this  
20 section in accordance with transmission methods and frequency established by  
21 the Arkansas State Board of Pharmacy.

22 (2) The department shall require that each dispenser report the  
23 required information at least every thirty (30) days, between the fifteenth  
24 and the last day of the month following the month the prescription was  
25 dispensed.

26 (d)(1) The department may issue a waiver to a dispenser that is unable  
27 to submit prescription information by electronic means.

28 (2)(A) The waiver may permit the dispenser to submit  
29 prescription information by paper form or other means.

30 (B) The waiver shall require that information required in  
31 subsection (b) of this section be submitted in the alternative format.

32  
33 20-7-605. Access to prescription information.

34 (a)(1) The prescription drug monitoring program is a noncovered entity  
35 under the Health Insurance Portability and Accountability Act of 1996, 42  
36 U.S.C. § 201, as it existed on January 1, 2007.

1           (2) However, to the extent not inconsistent with this  
2 subchapter, the requirements of the Health Insurance Portability and  
3 Accountability Act of 1996, 42 U.S.C. § 201, as it existed on January 1,  
4 2007, apply to the prescription drug monitory program.

5           (b) Except as provided in subsections (c) – (d) of this section, the  
6 department shall ensure that the privacy and confidentiality of patients and  
7 patient information collected, recorded, transmitted, and maintained is not  
8 disclosed.

9           (c)(1) Within thirty (30) days of receipt, the department shall review  
10 the prescription information required under this subchapter.

11           (2) If on the basis of data collected and evaluated under this  
12 subchapter, the Director of the Department of Health has probable cause to  
13 believe that a violation of law or a breach of professional conduct has  
14 occurred, the director shall:

15                   (A) If the suspected violation involves a physician,  
16 notify the Arkansas State Medical Board;

17                   (B) If the suspected violation involves a pharmacist or a  
18 pharmacy, notify the Arkansas State Board of Pharmacy; or

19                   (C) If the suspected violation involves an advanced  
20 practice nurse holding a certificate of prescriptive authority, notify the  
21 Arkansas State Board of Nursing.

22           (d) The department may provide data in the prescription monitoring  
23 program to the following:

24                   (1) A person authorized to prescribe or dispense controlled  
25 substances for the purpose of providing medical or pharmaceutical care for  
26 their patients;

27                   (2) An individual who requests the individual's own prescription  
28 monitoring information in accordance with procedures established under § 16-  
29 46-106;

30                   (3) The Arkansas State Medical Board;

31                   (4) The Arkansas State Board of Pharmacy;

32                   (5) The Arkansas State Board of Nursing;

33                   (6) The Department of Human Services; and

34                   (7) Under a search warrant issued on probable cause by a court  
35 of competent jurisdiction, local, state, and federal law enforcement or  
36 prosecutorial officials engaged in the administration, investigation, or

1 enforcement of the laws governing controlled substances.

2  
3 20-7-606. Unlawful acts – Penalties – Exception.

4 (a) A person authorized to have prescription monitoring information  
5 under this subchapter who knowingly discloses that information in a manner  
6 not authorized under this subchapter is guilty of a Class A misdemeanor.

7 (b) A person authorized to have prescription monitoring information  
8 under this subchapter who uses that information in a manner or for a purpose  
9 in violation of this subchapter is guilty of a Class B misdemeanor.

10 (c) A dispenser who knowingly fails to submit to the Department of  
11 Health prescription monitoring information as required by this subchapter or  
12 who knowingly submits incorrect prescription information is guilty of a Class  
13 C misdemeanor.

14 (d) A dispenser who uses or discloses confidential information  
15 received from the prescription monitoring program in a manner or for a  
16 purpose in violation of this subchapter shall be subject to disciplinary  
17 action by the dispenser’s licensing board.

18 (e) Nothing in this section applies to a physician who does not use  
19 the program under this subchapter.

20 (f) Nothing in this section applies to a pharmacist or a pharmacy that  
21 does not use the program under this subchapter.

22  
23 20-7-607. Rules.

24 (a) The State Board of Health shall promulgate rules necessary to  
25 implement this subchapter, including without limitation to a provision for  
26 interoperability.

27 (b) The board shall apply to the Secretary of the federal Department  
28 of Health and Human Services for grants to implement this subchapter in  
29 accordance with the National All Schedules Prescription Electronic Reporting  
30 Act of 2005, Pub. L. No. 109-60.

31 (c) The board shall seek diligently to receive federal funds to  
32 implement this subchapter, including funds from the National All Schedules  
33 Prescription Electronic Reporting Act of 2005, Pub. L. No. 109-60.

34 (d) The rules promulgated under this subchapter shall ensure that no  
35 costs of the program established under this subchapter are charged to  
36 pharmacists or pharmacies.

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20-7-608. Fund availability.

This subsection shall take effect only if funds are available as provided in § 20-7-607(c).

Filed Date: 02/02/2010 By: MGF\KSW