CERTIFICATION OF ENROLLMENT

SUBSTITUTE SENATE BILL 5466

Chapter 189, Laws of 1991

52nd Legislature 1991 Regular Session

PHARMACISTS--LIMITATIONS ON LIABILITY FOR DISPENSING OF PRESCRIPTION

EFFECTIVE DATE: 7/28/91

Passed by the Senate April 22, 1991 CERTIFICATE Yeas 46 Nays 0 I, Gordon Golob, Secretary of the Senate of the State of Washington, do JOEL PRITCHARD hereby certify that the attached is President of the Senate SUBSTITUTE SENATE BILL 5466 as passed by the Senate and the House of Passed by the House April 10, 1991 Yeas 97 Nays 0 Representatives on the dates hereon set forth. GORDON A. GOLOB JOE KING Speaker of the Secretary House of Representatives Approved May 15, 1991 FILED

May 15, 1991 - 11:43 a.m.

BOOTH GARDNER Secretary of State Governor of the State of Washington

SUBSTITUTE SENATE BILL 5466

AS AMENDED BY THE HOUSE

Passed Legislature - 1991 Regular Session

State of Washington 52nd Legislature 1991 Regular Session

By Senate Committee on Law & Justice (originally sponsored by Senators Nelson, Moore, Amondson, Conner, Johnson, Newhouse, West, Rasmussen, Wojahn, Sutherland and L. Smith).

Read first time February 19, 1991.

- 1 AN ACT Relating to licensed pharmacists, limiting their liability
- 2 by declaring them to be nonproduct sellers who are not subject to Title
- 3 62A RCW; amending RCW 7.72.040 and 7.72.010; and adding a new section
- 4 to chapter 18.64 RCW.
- 5 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF WASHINGTON:
- 6 <u>NEW SECTION.</u> **Sec. 1.** A new section is added to chapter 18.64 RCW
- 7 to read as follows:
- 8 (1) A pharmacist who dispenses a prescription product in the form
- 9 manufactured by a commercial manufacturer pursuant to a prescription
- 10 issued by a licensed practitioner is not liable to a person who was
- 11 injured through the use of the product, based on a claim of the
- 12 following:
- 13 (a) Strict liability in tort; or
- 14 (b) Implied warranty provisions under the uniform commercial code
- 15 Title 62 RCW.

- 1 (2) The limitation on pharmacist's liability as provided in
- 2 subsection (1) of this section shall only apply if the pharmacist
- 3 complies with recordkeeping requirements pursuant to chapters 18.64,
- 4 69.41, and 69.50 RCW, and related administrative rules.
- 5 (3) A pharmacist who dispenses a prescription product in the form
- 6 manufactured by a commercial manufacturer issued by a licensed
- 7 practitioner is liable to the claimant only if the claimant's harm was
- 8 proximately caused by (a) the negligence of the pharmacist; (b) breach
- 9 of an express warranty made by the pharmacist; or (c) the intentional
- 10 misrepresentation of facts about the product by the pharmacist or the
- 11 intentional concealment of information about the product by the
- 12 pharmacist. A pharmacist shall not be liable for the product
- 13 manufacturer's lability except as provided in RCW 7.72.040.
- 14 **Sec. 2.** RCW 7.72.040 and 1981 c 27 s 5 are each amended to read as
- 15 follows:
- 16 (1) Except as provided in subsection (2) of this section, a product
- 17 seller other than a manufacturer is liable to the claimant only if the
- 18 claimant's harm was proximately caused by:
- 19 (a) The negligence of such product seller; or
- 20 (b) Breach of an express warranty made by such product seller; or
- 21 (c) The intentional misrepresentation of facts about the product by
- 22 such product seller or the intentional concealment of information about
- 23 the product by such product seller.
- 24 (2) A product seller, other than a manufacturer, shall have the
- 25 liability of a manufacturer to the claimant if:
- 26 (a) No solvent manufacturer who would be liable to the claimant is
- 27 subject to service of process under the laws of the claimant's domicile
- 28 or the state of Washington; or

- 1 (b) The court determines that it is highly probable that the
- 2 claimant would be unable to enforce a judgment against any
- 3 manufacturer; or
- 4 (c) The product seller is a controlled subsidiary of a
- 5 manufacturer, or the manufacturer is a controlled subsidiary of the
- 6 product seller; or
- 7 (d) The product seller provided the plans or specifications for the
- 8 manufacture or preparation of the product and such plans or
- 9 specifications were a proximate cause of the defect in the product; or
- 10 (e) The product was marketed under a trade name or brand name of
- 11 the product seller.
- 12 (3) Subsection (2) of this section does not apply to a pharmacist
- 13 who dispenses a prescription product in the form manufactured by a
- 14 commercial manufacturer pursuant to a prescription issued by a licensed
- 15 practitioner if the pharmacist complies with recordkeeping requirements
- 16 pursuant to chapters 18.64, 69.41, and 69.50 RCW, and related
- 17 <u>administrative rules.</u>
- 18 **Sec. 3.** RCW 7.72.010 and 1981 c 27 s 2 are each amended to read as
- 19 follows:
- 20 For the purposes of this chapter, unless the context clearly
- 21 indicates to the contrary:
- 22 (1) Product seller. "Product seller" means any person or entity
- 23 that is engaged in the business of selling products, whether the sale
- 24 is for resale, or for use or consumption. The term includes a
- 25 manufacturer, wholesaler, distributor, or retailer of the relevant
- 26 product. The term also includes a party who is in the business of
- 27 leasing or bailing such products. The term "product seller" does not
- 28 include:

- 1 (a) A seller of real property, unless that person is engaged in the
- 2 mass production and sale of standardized dwellings or is otherwise a
- 3 product seller;
- 4 (b) A provider of professional services who utilizes or sells
- 5 products within the legally authorized scope of the professional
- 6 practice of the provider;
- 7 (c) A commercial seller of used products who resells a product
- 8 after use by a consumer or other product user: PROVIDED, That when it
- 9 is resold, the used product is in essentially the same condition as
- 10 when it was acquired for resale; ((and))
- 11 (d) A finance lessor who is not otherwise a product seller. A
- 12 "finance lessor" is one who acts in a financial capacity, who is not a
- 13 manufacturer, wholesaler, distributor, or retailer, and who leases a
- 14 product without having a reasonable opportunity to inspect and discover
- 15 defects in the product, under a lease arrangement in which the
- 16 selection, possession, maintenance, and operation of the product are
- 17 controlled by a person other than the lessor; and
- 18 (e) A licensed pharmacist who dispenses a prescription product
- 19 manufactured by a commercial manufacturer pursuant to a prescription
- 20 <u>issued by a licensed prescribing practitioner if the claim against the</u>
- 21 pharmacist is based upon strict liability in tort or the implied
- 22 warranty provisions under the uniform commercial code, Title 62A RCW,
- 23 and if the pharmacist complies with recordkeeping requirements pursuant
- 24 to chapters 18.64, 69.41, and 69.50 RCW, and related administrative
- 25 rules as provided in section 2 of this act. Nothing in this subsection
- 26 (1)(e) affects a pharmacist's liability under RCW 7.72.040(1).
- 27 (2) Manufacturer. "Manufacturer" includes a product seller who
- 28 designs, produces, makes, fabricates, constructs, or remanufactures the
- 29 relevant product or component part of a product before its sale to a

- 1 user or consumer. The term also includes a product seller or entity
- 2 not otherwise a manufacturer that holds itself out as a manufacturer.
- 3 A product seller acting primarily as a wholesaler, distributor, or
- 4 retailer of a product may be a "manufacturer" but only to the extent
- 5 that it designs, produces, makes, fabricates, constructs, or
- 6 remanufactures the product for its sale. A product seller who performs
- 7 minor assembly of a product in accordance with the instructions of the
- 8 manufacturer shall not be deemed a manufacturer. A product seller that
- 9 did not participate in the design of a product and that constructed the
- 10 product in accordance with the design specifications of the claimant or
- 11 another product seller shall not be deemed a manufacturer for the
- 12 purposes of RCW 7.72.030(1)(a).
- 13 (3) Product. "Product" means any object possessing intrinsic value,
- 14 capable of delivery either as an assembled whole or as a component part
- 15 or parts, and produced for introduction into trade or commerce. Human
- 16 tissue and organs, including human blood and its components, are
- 17 excluded from this term.
- 18 The "relevant product" under this chapter is that product or its
- 19 component part or parts, which gave rise to the product liability
- 20 claim.
- 21 (4) Product liability claim. "Product liability claim" includes any
- 22 claim or action brought for harm caused by the manufacture, production,
- 23 making, construction, fabrication, design, formula, preparation,
- 24 assembly, installation, testing, warnings, instructions, marketing,
- 25 packaging, storage or labeling of the relevant product. It includes,
- 26 but is not limited to, any claim or action previously based on: Strict
- 27 liability in tort; negligence; breach of express or implied warranty;
- 28 breach of, or failure to, discharge a duty to warn or instruct, whether
- 29 negligent or innocent; misrepresentation, concealment, or
- 30 nondisclosure, whether negligent or innocent; or other claim or action

- 1 previously based on any other substantive legal theory except fraud,
- 2 intentionally caused harm or a claim or action under the consumer
- 3 protection act, chapter 19.86 RCW.
- 4 (5) Claimant. "Claimant" means a person or entity asserting a
- 5 product liability claim, including a wrongful death action, and, if the
- 6 claim is asserted through or on behalf of an estate, the term includes
- 7 claimant's decedent. "Claimant" includes any person or entity that
- 8 suffers harm. A claim may be asserted under this chapter even though
- 9 the claimant did not buy the product from, or enter into any
- 10 contractual relationship with, the product seller.
- 11 (6) Harm. "Harm" includes any damages recognized by the courts of
- 12 this state: PROVIDED, That the term "harm" does not include direct or
- 13 consequential economic loss under Title 62A RCW.

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