Z-0907.4

## SENATE BILL 6478

## State of Washington 58th Legislature 2004 Regular Session

**By** Senators Brandland, Franklin, Deccio, Rasmussen, McCaslin, Murray, B. Sheldon, Parlette, Winsley and Regala; by request of Department of Health and Washington State Patrol

Read first time 01/21/2004. Referred to Committee on Health & Long-Term Care.

AN ACT Relating to further regulation of the sale of ephedrine, pseudoephedrine, and phenylpropanolamine; amending RCW 18.64.046, 18.64.047, and 69.43.110; reenacting and amending RCW 18.64.044; creating a new section; prescribing penalties; and providing an effective date.

6 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF WASHINGTON:

7 Sec. 1. The legislature finds that quantities of NEW SECTION. 8 ephedrine, pseudoephedrine, and phenylpropanolamine continue to be sold at the wholesale and retail levels far in excess of legitimate consumer 9 The excess quantities being sold are most likely used in the 10 needs. criminal manufacture of methamphetamine. It is therefore necessary for 11 12 the legislature to further regulate the sales of these drugs, including 13 sales from out-of-state sources, in order to reduce the threat that 14 methamphetamine presents to the people of the state.

Sec. 2. RCW 18.64.044 and 1989 1st ex.s. c 9 s 401 and 1989 c 352 s 1 are each reenacted and amended to read as follows:

17 (1) A shopkeeper registered as provided in this section may sell

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nonprescription drugs, if such drugs are sold in the original package
 of the manufacturer.

(2) Every shopkeeper not a licensed pharmacist, desiring to secure 3 the benefits and privileges of this section, is hereby required to 4 register as a shopkeeper through the master license system, and he or 5 she shall pay the fee determined by the secretary for registration, and б 7 on a date to be determined by the secretary thereafter the fee determined by the secretary for renewal of the registration; and shall 8 at all times keep said registration or the current renewal thereof 9 conspicuously exposed in the ((shop)) location to which it applies. In 10 event such shopkeeper's registration is not renewed by the master 11 12 license expiration date, no renewal or new registration shall be issued 13 except upon payment of the registration renewal fee and the master 14 license delinquency fee under chapter 19.02 RCW. This registration fee shall not authorize the sale of legend drugs or controlled substances. 15 (3) The registration fees shall be determined by the secretary 16 17 under subsection (2) of this section and shall not exceed the cost of

18 ((registering the shopkeeper)) administering this chapter.

19 (4)(a) Any shopkeeper who shall vend or sell, or offer to sell to 20 the public any such nonprescription drug or preparation without having 21 registered to do so as provided in this section, shall be guilty of a 22 misdemeanor and each sale or offer to sell shall constitute a separate 23 offense.

(b) Any shopkeeper who shall vend or sell, or offer to sell to the public any quantity of ephedrine, pseudoephedrine, or phenylpropanolamine, or their salts, isomers, or salts of isomers, without having registered to do so as provided in this section, shall be guilty of a class C felony and each sale or offer to sell shall constitute a separate offense.

30 (5) A shopkeeper may purchase ephedrine, pseudoephedrine, or 31 phenylpropanolamine, or their salts, isomers, or salts of isomers, only 32 from a wholesaler licensed by the department under RCW 18.64.046 or 33 from a manufacturer licensed by the department under RCW 18.64.045. A 34 person violating this subsection is guilty of a gross misdemeanor, and 35 each purchase in violation of this subsection constitutes a separate 36 offense.

37 (6) No shopkeeper may sell any quantity of ephedrine,
 38 pseudoephedrine, or phenylpropanolamine, or their salts, isomers, or

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salts of isomers, if the total prior monthly sales of these products 1 2 exceed ten percent of the shopkeeper's total prior monthly sales of nonprescription drugs in March through October. In November through 3 February, no shopkeeper may sell any quantity of ephedrine, 4 pseudoephedrine, or phenylpropanolamine, or their salts, isomers, or 5 salts of isomers, if the total prior monthly sales of these products 6 7 exceed twenty percent of the shopkeeper's total prior monthly sales of nonprescription drugs. For purposes of this section, monthly sales 8 means total dollars paid by buyers. After July 1, 2006, the board may 9 by rule raise or lower the percentage that limits the amount of 10 ephedrine, pseudoephedrine, or phenylpropanolamine that may be sold. 11 12 The board may suspend or revoke the registration of a shopkeeper who 13 violates this subsection. (7) Shopkeepers shall maintain records of the receipt and 14

14 (7) Snopkeepers shall maintain records of the receipt and 15 disposition of ephedrine, pseudoephedrine, phenylpropanolamine, their 16 salts, isomers, and salts of isomers, in the form and manner required 17 by the board. The records shall be available for inspection by the 18 board or any law enforcement agency and shall be maintained for two 19 years. The board may suspend or revoke the registration of a 20 shopkeeper who violates this subsection.

21 **Sec. 3.** RCW 18.64.046 and 2003 c 53 s 133 are each amended to read 22 as follows:

23 (1) The owner of each place of business which sells legend drugs 24 and nonprescription drugs, or nonprescription drugs at wholesale shall 25 pay a license fee to be determined by the secretary, and thereafter, on 26 or before a date to be determined by the secretary as provided in RCW 43.70.250 and 43.70.280, a like fee to be determined by the secretary, 27 for which the owner shall receive a license of location from the 28 department, which shall entitle such owner to either sell legend drugs 29 and nonprescription drugs or nonprescription drugs at wholesale at the 30 31 location specified for the period ending on a date to be determined by the secretary, and each such owner shall at the time of payment of such 32 fee file with the department, on a blank therefor provided, a 33 34 declaration of ownership and location, which declaration of ownership 35 and location so filed as aforesaid shall be deemed presumptive evidence 36 of the ownership of such place of business mentioned therein. It shall

be the duty of the owner to notify immediately the department of any change of location and ownership and to keep the license of location or the renewal thereof properly exhibited in such place of business.

4 (2) Failure to conform with this section is a misdemeanor, and each 5 day that the failure continues is a separate offense.

6 (3) In event the license fee remains unpaid on the date due, no 7 renewal or new license shall be issued except upon compliance with 8 administrative procedures, administrative requirements, and fees 9 determined as provided in RCW 43.70.250 and 43.70.280.

(4) No wholesaler may sell any quantity of drug products containing 10 ephedrine, pseudoephedrine, phenylpropanolamine, or their salts, 11 isomers, or salts of isomers, if the total prior monthly sales of these 12 13 products to persons within the state of Washington exceed five percent 14 of the wholesaler's total prior monthly sales of nonprescription drugs to persons within the state in March through October. In November 15 through February, no wholesaler may sell any quantity of drug products 16 containing ephedrine, pseudoephedrine, or phenylpropanolamine, or their 17 salts, isomers, or salts of isomers if the total prior monthly sales of 18 these products to persons within the state of Washington exceed ten 19 percent of the wholesaler's total prior monthly sales of 20 21 nonprescription drugs to persons within the state. For purposes of this section, monthly sales means total dollars paid by buyers. After 22 July 1, 2006, the board may by rule raise or lower the percentage that 23 24 limits the amount of ephedrine, pseudoephedrine, or phenylpropanolamine that may be sold. The board may suspend or revoke the license of any 25 26 wholesaler that violates this section.

27 (5) The requirements for a license apply to all persons, in 28 Washington and outside of Washington, who sell both legend drugs and 29 nonprescription drugs and to those who sell only nonprescription drugs, 30 at wholesale to pharmacies, practitioners, and shopkeepers in 31 Washington.

31 <u>Washington.</u>

32 **Sec. 4.** RCW 18.64.047 and 2003 c 53 s 134 are each amended to read 33 as follows:

(1) Any itinerant vendor or any peddler of any nonprescription drug
 or preparation for the treatment of disease or injury, shall pay a
 registration fee determined by the secretary on a date to be determined

by the secretary as provided in RCW 43.70.250 and 43.70.280. The department may issue a registration to such vendor on an approved application made to the department.

4 (2) Any itinerant vendor or peddler who shall vend or sell, or 5 offer to sell to the public any such nonprescription drug or 6 preparation without having registered to do so as provided in this 7 section, is guilty of a misdemeanor and each sale or offer to sell 8 shall constitute a separate offense.

9 (3) In event the registration fee remains unpaid on the date due, 10 no renewal or new registration shall be issued except upon compliance 11 with administrative procedures, administrative requirements, and fees 12 determined as provided in RCW 43.70.250 and 43.70.280. This 13 registration shall not authorize the sale of legend drugs or controlled 14 substances.

15 (4) An itinerant vendor may purchase ephedrine, pseudoephedrine, or 16 phenylpropanolamine, or their salts, isomers, or salts of isomers only 17 from a wholesaler licensed by the department under RCW 18.64.046 or 18 from a manufacturer licensed by the department under RCW 18.64.045.

(5) No itinerant vendor may sell any quantity of ephedrine, 19 20 pseudoephedrine, or phenylpropanolamine, or their salts, isomers, or 21 salts of isomers, if the total prior monthly sales of these products exceed ten percent of the itinerant vendor's total monthly sales of 22 nonprescription drugs in March through October. In November through 23 February, no itinerant vendor may sell any quantity of ephedrine, 24 pseudoephedrine, or phenylpropanolamine, or their salts, isomers, or 25 26 salts of isomers, if the total prior monthly sales of these products 27 exceed twenty percent of the itinerant vendor's total prior monthly sales of nonprescription drugs. For purposes of this section, monthly 28 sales means total dollars paid by buyers. After July 1, 2006, the 29 30 board may by rule raise or lower the percentage that limits the amount of ephedrine, pseudoephedrine, or phenylpropanolamine that may be sold. 31 The board may suspend or revoke the registration of an itinerant vendor 32 who violates this subsection. 33

34 (6) Itinerant vendors shall maintain records of the receipt and 35 disposition of ephedrine, pseudoephedrine, phenylpropanolamine, their 36 salts, isomers, and salts of isomers, in the form and manner required 37 by the board. These records shall be available for inspection by the 1 board or any law enforcement agency and shall be maintained for two
2 years. The board may suspend or revoke the registration of an

3 <u>itinerant vendor who violates this subsection</u>.

4 **Sec. 5.** RCW 69.43.110 and 2001 c 96 s 9 are each amended to read 5 as follows:

6 (1) It is unlawful for a pharmacy licensed by, or shopkeeper or
7 itinerant vendor registered with, the department of health under
8 chapter 18.64 RCW, or an employee thereof, knowingly to sell, transfer,
9 or to otherwise furnish, in a single transaction:

10 (a) More than three packages of one or more products that he or she 11 knows to contain ephedrine, pseudoephedrine, or phenylpropanolamine, 12 their salts, isomers, or salts of isomers; or

(b) A single package of any product that he or she knows to contain more than three grams of ephedrine, pseudoephedrine, or phenylpropanolamine, their salts, isomers, or salts of isomers, or a combination of any of these substances.

17 (2) It is unlawful for a person who is not a manufacturer, 18 wholesaler, pharmacy, practitioner, shopkeeper, or itinerant vendor 19 licensed by or registered with the department of health under chapter 20 18.64 RCW to purchase or acquire, in any twenty-four hour period, more 21 than the quantities of the substances specified in subsection (1) of 22 this section.

(3) It is unlawful for any person to sell or distribute any of the substances specified in subsection (1) of this section unless the person is licensed by or registered with the department of health under chapter 18.64 RCW.

27 (4) A violation of this section is a gross misdemeanor.

28 <u>NEW SECTION.</u> Sec. 6. If any provision of this act or its 29 application to any person or circumstance is held invalid, the 30 remainder of the act or the application of the provision to other 31 persons or circumstances is not affected.

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NEW SECTION. Sec. 7. This act takes effect July 1, 2004.

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