# CERTIFICATION OF ENROLLMENT

## ENGROSSED SENATE BILL 5935

Chapter 242, Laws of 2015

64th Legislature 2015 Regular Session

### PRESCRIPTION DRUGS--BIOLOGICAL PRODUCTS

EFFECTIVE DATE: 7/24/2015

Passed by the Senate April 16, 2015 CERTIFICATE Yeas 47 Nays 1 I, Hunter G. Goodman, Secretary of Senate of the State of BRAD OWEN Washington, do hereby certify that the attached is **ENGROSSED SENATE** President of the Senate BILL 5935 as passed by Senate and the House of Representatives on the dates hereon set forth. Passed by the House April 14, 2015 Yeas 96 Nays 1 HUNTER G. GOODMAN Secretary FRANK CHOPP Speaker of the House of Representatives Approved May 11, 2015 2:48 PM FILED May 12, 2015

JAY INSLEE

Governor of the State of Washington

Secretary of State

State of Washington

#### ENGROSSED SENATE BILL 5935

#### AS AMENDED BY THE HOUSE

Passed Legislature - 2015 Regular Session

State of Washington 64th Legislature 2015 Regular Session

By Senators Parlette and Frockt

Read first time 02/11/15. Referred to Committee on Health Care.

- 1 AN ACT Relating to biological products; amending RCW 69.41.110,
- 2 69.41.120, 69.41.150, and 69.41.160; adding new sections to chapter
- 3 69.41 RCW; and providing expiration dates.
- 4 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF WASHINGTON:
- 5 **Sec. 1.** RCW 69.41.110 and 1979 c 110 s 1 are each amended to 6 read as follows:
- As used in RCW 69.41.100 through 69.41.180, the following words shall have the following meanings:
- 9 (1) "Brand name" means the proprietary or trade name selected by 10 the manufacturer and placed upon a drug, its container, label, or 11 wrapping at the time of packaging;
- 12 (2) "Generic name" means the official title of a drug or drug 13 ingredients published in the latest edition of a nationally 14 recognized pharmacopoeia or formulary;
- 15 (3) "Substitute" means to dispense, with the practitioner's authorization, a "therapeutically equivalent" drug product ((of the
- 17 identical base or salt as the specific drug product prescribed:
- 18 PROVIDED, That with the practitioner's prior consent, therapeutically
- 19 equivalent drugs other than the identical base or salt may be
- 20 <u>dispensed</u>)) or "interchangeable biological" drug product;

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- 1 (4) "Therapeutically equivalent" means <u>a drug product of the</u>
  2 <u>identical base or salt as the specific drug product prescribed with</u>
  3 essentially the same efficacy and toxicity when administered to an individual in the same dosage regimen; ((and))
  - (5) "Practitioner" means a physician, osteopathic physician and surgeon, dentist, veterinarian, or any other person authorized to prescribe drugs under the laws of this state:
  - (6) "Biological product" means any of the following, when applied to the prevention, treatment, or cure of a disease or condition of human beings: (a) A virus; (b) a therapeutic serum; (c) a toxin; (d) an antitoxin; (e) a vaccine; (f) blood, blood component, or derivative; (g) an allergenic product; (h) a protein, other than a chemically synthesized polypeptide, or an analogous product; or (i) arsphenamine, a derivative of arsphenamine, or any trivalent organic arsenic compound; and
    - (7) "Interchangeable" means a biological product:

- (a) Licensed by the federal food and drug administration and determined to meet the safety standards for interchangeability pursuant to 42 U.S.C. Sec. 262(k)(4); or
- 20 (b) Approved based on an application filed under section 505(b)
  21 of the federal food, drug, and cosmetic act that is determined by the
  22 federal food and drug administration to be therapeutically equivalent
  23 to an approved 505(b) biological product and is included in the
  24 505(b) list maintained by the pharmacy quality assurance commission
  25 pursuant to section 5 of this act.
- **Sec. 2.** RCW 69.41.120 and 2000 c 8 s 3 are each amended to read 27 as follows:
  - (1) Every drug prescription shall contain an instruction on whether or not a therapeutically equivalent generic drug or interchangeable biological product may be substituted in its place, unless substitution is permitted under a prior-consent authorization.

If a written prescription is involved, the prescription must be legible and the form shall have two signature lines at opposite ends on the bottom of the form. Under the line at the right side shall be clearly printed the words "DISPENSE AS WRITTEN". Under the line at the left side shall be clearly printed the words "SUBSTITUTION PERMITTED". The practitioner shall communicate the instructions to the pharmacist by signing the appropriate line. No prescription shall be valid without the signature of the practitioner on one of these

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lines. In the case of a prescription issued by a practitioner in another state that uses a one-line prescription form or variation thereof, the pharmacist may substitute a therapeutically equivalent generic drug or interchangeable biological product unless otherwise instructed by the practitioner through the use of the words "dispense as written", words of similar meaning, or some other indication.

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- (2) If an oral prescription is involved, the practitioner or the practitioner's agent shall instruct the pharmacist as to whether or not a therapeutically equivalent generic drug or interchangeable biological product may be substituted in its place. The pharmacist shall note the instructions on the file copy of the prescription.
- 12 <u>(3)</u> The pharmacist shall note the manufacturer of the drug 13 dispensed on the file copy of a written or oral prescription.
- 14 <u>(4) The pharmacist shall retain the file copy of a written or</u> 15 <u>oral prescription for the same period of time specified in RCW</u> 16 <u>18.64.245 for retention of prescription records.</u>
- NEW SECTION. Sec. 3. A new section is added to chapter 69.41 RCW to read as follows:
  - Unless the prescribed biological product is requested by the patient or the patient's representative, if "substitution permitted" is marked on the prescription as provided in RCW 69.41.120, the pharmacist must substitute an interchangeable biological product that he or she has in stock for the biological product prescribed if the wholesale price for the interchangeable biological product to the pharmacist is less than the wholesale price for the biological product prescribed.
- NEW SECTION. Sec. 4. A new section is added to chapter 69.41 RCW to read as follows:
- 29 (1) Within five business days following the dispensing of a 30 biological product, the dispensing pharmacist or the pharmacist's designee must make an entry of the specific product provided to the 31 patient, including either the name 32 of the product and manufacturer or the federal food and drug administration's national 33 drug code, provided that the name of the product and the name of the 34 manufacturer are accessible to a practitioner in an electronic 35 records system that can be electronically accessed by the patient's 36 37 practitioner through:
  - (a) An interoperable electronic medical records system;

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- (b) An electronic prescribing technology;
  - (c) A pharmacy benefit management system; or
- (d) A pharmacy record.

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- 4 (2) Entry into an electronic records system, as described in 5 subsection (1) of this section, is presumed to provide notice to the 6 practitioner. Otherwise, the pharmacist must communicate to the 7 practitioner the specific product provided to the patient, including 8 the name of the product and manufacturer, using facsimile, telephone, 9 electronic transmission, or other prevailing means.
- 10 (3) No entry or communication pursuant to this section is 11 required if:
- 12 (a) There is no interchangeable biological product for the 13 product prescribed;
- 14 (b) A refill prescription is not changed from the product 15 dispensed on the prior filling of the prescription; or
- 16 (c) The pharmacist or the pharmacist's designee and the 17 practitioner communicated before dispensing and the communication 18 included confirmation of the specific product to be provided to the 19 patient, including the name of the product and the manufacturer.
- 20 (4) This section expires August 1, 2020.
- NEW SECTION. Sec. 5. A new section is added to chapter 69.41 RCW to read as follows:
- The pharmacy quality assurance commission shall maintain a link 23 on its web site to the current list of all biological products 24 25 determined by the federal food and drug administration interchangeable. The commission shall maintain a 26 list of all 27 biological products approved as therapeutically equivalent by the federal food and drug administration through the approval process 28 specified in 505(b) of the federal food, drug, and cosmetic act. The 29 30 commission shall make the 505(b) list accessible to pharmacies.
  - Sec. 6. RCW 69.41.150 and 2003 1st sp.s. c 29 s 6 are each amended to read as follows:
- 33 (1) A practitioner who authorizes a prescribed drug shall not be 34 liable for any side effects or adverse reactions caused by the manner 35 or method by which a substituted drug product is selected or 36 dispensed.
- 37 (2) A pharmacist who substitutes ((an)) a therapeutically 38 equivalent drug product pursuant to RCW 69.41.100 through 69.41.180

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- as now or hereafter amended assumes no greater liability for selecting the dispensed drug product than would be incurred in filling a prescription for a drug product prescribed by its established name.
- 5 (3) A pharmacist who substitutes a preferred drug for a 6 nonpreferred drug pursuant to RCW 69.41.190 assumes no greater 7 liability for substituting the preferred drug than would be incurred 8 in filling a prescription for the preferred drug when prescribed by 9 name.
- (4) A pharmacist who selects an interchangeable biological 10 product to be dispensed pursuant to RCW 69.41.100 through 69.41.180, 11 and the pharmacy for which the pharmacist is providing service, 12 assumes no greater liability for selecting the interchangeable 13 biological product than would be incurred in filling a prescription 14 for the interchangeable biological product when prescribed by name. 15 The prescribing practitioner is not liable for a pharmacist's act or 16 17 omission in selecting, preparing, or dispensing an interchangeable biological product under this section. 18
- 19 **Sec. 7.** RCW 69.41.160 and 1979 c 110 s 6 are each amended to 20 read as follows:

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Every pharmacy shall post a sign in a location at the prescription counter that is readily visible to patrons stating, "Under Washington law, ((an equivalent but)) a less expensive interchangeable biological product or equivalent drug may in some cases be substituted for the drug prescribed by your doctor. Such substitution, however, may only be made with the consent of your doctor. Please consult your pharmacist or physician for more information."

Passed by the Senate April 16, 2015. Passed by the House April 14, 2015. Approved by the Governor May 11, 2015. Filed in Office of Secretary of State May 12, 2015.