Second Regular Session Seventieth General Assembly STATE OF COLORADO

ENGROSSED

This Version Includes All Amendments Adopted on Second Reading in the House of Introduction

LLS NO. 16-0671.01 Jennifer Berman x3286

SENATE BILL 16-062

SENATE SPONSORSHIP

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Agriculture, Natural Resources, & Energy Appropriations

A BILL FOR AN ACT

101	CONCERNING MODIFICATIONS TO THE REGULATION OF VETERINARY
102	PHARMACEUTICALS, AND, IN CONNECTION THEREWITH, MAKING
103	AN APPROPRIATION.

Bill Summary

(Note: This summary applies to this bill as introduced and does not reflect any amendments that may be subsequently adopted. If this bill passes third reading in the house of introduction, a bill summary that applies to the reengrossed version of this bill will be available at http://www.leg.state.co.us/billsummaries.)

Section 1 of the bill requires the governor to appoint at least 2 members to the state board of pharmacy (board) who are engaged in the practice of, or otherwise professionally interested in, veterinary medicine or animal agriculture.

Section 2 removes the sale of veterinary devices from the board's

regulatory purview.

Section 3 reduces the civil penalty a person faces for unlawfully distributing a veterinary drug to a civil penalty of \$50 to \$500 for a single violation and a maximum of \$5,000 for multiple violations.

1	Be it enacted by the General Assembly of the State of Colorado:
2	SECTION 1. In Colorado Revised Statutes, 12-42.5-104, amend
3	(1) (a) as follows:
4	12-42.5-104. Membership of board - removal - compensation
5	- meetings. (1) (a) The board is composed of THE FOLLOWING NINE
6	MEMBERS:
7	(I) Five licensed pharmacists, each having at least five years'
8	experience in this state and actively engaged in the practice of pharmacy
9	in this state;
10	(II) ONE LICENSED VETERINARIAN WHO PREDOMINANTLY WORKS
11	ON LARGE ANIMALS, HAVING AT LEAST FIVE YEARS' EXPERIENCE IN THIS
12	STATE AND ACTIVELY ENGAGED IN THE PRACTICE OF VETERINARY
13	MEDICINE, EXCEPT THAT, IF, AFTER A GOOD-FAITH EFFORT, THE GOVERNOR
14	<u>DETERMINES THAT:</u>
15	(A) THERE IS NOT A SUITABLE APPLICANT FOR MEMBERSHIP THAT
16	MEETS THE ELIGIBILITY CRITERIA SET FORTH IN THIS SUBPARAGRAPH (II),
17	THE GOVERNOR MAY APPOINT ONE ADDITIONAL LICENSED
18	PHARMACEUTICAL WHOLESALER WHO MEETS THE ELIGIBILITY CRITERIA
19	SET FORTH IN SUBPARAGRAPH (III) OF THIS PARAGRAPH (a); OR
20	(B) THERE IS NEITHER A SUITABLE APPLICANT FOR MEMBERSHIP
21	THAT MEETS THE ELIGIBILITY CRITERIA FOR A VETERINARIAN, AS SET
22	FORTH IN THIS SUBPARAGRAPH (II), OR A PHARMACEUTICAL WHOLESALER,
23	AS SET FORTH IN SUBPARAGRAPH (III) OF THIS PARAGRAPH (a), THE

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1	GOVERNOR MAY APPOINT ANOTHER HEALTH CARE PROFESSIONAL
2	LICENSED UNDER THIS TITLE;
3	(III) ONE LICENSED PHARMACEUTICAL WHOLESALER ENGAGED IN
4	THE DISTRIBUTION OF ANIMAL DRUGS, HAVING AT LEAST FIVE YEARS'
5	EXPERIENCE IN THIS STATE AND ACTIVELY ENGAGED IN THE PRACTICE OF
6	WHOLESALE PHARMACY, EXCEPT THAT, IF, AFTER A GOOD-FAITH EFFORT,
7	THE GOVERNOR DETERMINES THAT:
8	(A) THERE IS NOT A SUITABLE APPLICANT FOR MEMBERSHIP THAT
9	MEETS THE ELIGIBILITY CRITERIA SET FORTH IN THIS SUBPARAGRAPH (III),
10	THE GOVERNOR MAY APPOINT ONE ADDITIONAL LICENSED VETERINARIAN
11	WHO MEETS THE ELIGIBILITY CRITERIA SET FORTH IN SUBPARAGRAPH (II)
12	OF THIS PARAGRAPH (a); OR
13	(B) THERE IS NEITHER A SUITABLE APPLICANT FOR MEMBERSHIP
14	THAT MEETS THE ELIGIBILITY CRITERIA FOR A LICENSED PHARMACEUTICAL
15	WHOLESALER ENGAGED IN THE DISTRIBUTION OF ANIMAL DRUGS, AS SET
16	FORTH IN THIS SUBPARAGRAPH (III), OR A LICENSED VETERINARIAN, AS SET
17	FORTH IN SUBPARAGRAPH (II) OF THIS PARAGRAPH (a), THE GOVERNOR
18	MAY APPOINT ANOTHER TYPE OF LICENSED PHARMACEUTICAL
19	WHOLESALER; and
20	(IV) Two nonpharmacists AND NONVETERINARIANS who have no
21	financial interest in the practice of pharmacy OR THE PRACTICE OF
22	VETERINARY MEDICINE.
23	SECTION 2. In Colorado Revised Statutes, 12-42.5-107, amend
24	(2) as follows:
25	12-42.5-107. Drugs, devices, and other materials. (2) The
26	board is responsible for the control and regulation of the sale of devices
27	at retail; EXCEPT THAT THE BOARD SHALL NOT REGULATE THE SALE OF ANY

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1	DISPOSABLE VETERINARY DEVICE. THE BOARD MAY ALSO EXEMPT FROM
2	REGULATION VETERINARY DEVICES:
3	(a) That are regulated by the FDA; or
4	(b) For which the board determines regulation is
5	<u>UNNECESSARY.</u>
6	SECTION 3. In Colorado Revised Statutes, 12-42.5-124, amend
7	(5) (a) (I); and add (5) (a) (III) as follows:
8	12-42.5-124. Disciplinary actions. (5) (a) (I) Except as provided
9	in subparagraph SUBPARAGRAPHS (II) AND (III) of this paragraph (a), in
10	addition to any other penalty the board may impose pursuant to this
11	section, the board may fine any registrant violating this article or any rules
12	promulgated pursuant to this article not less than five hundred dollars and
13	not more than five thousand dollars for each violation.
14	(III) (A) THE BOARD, AFTER PROVIDING NOTICE AND AN
15	OPPORTUNITY TO BE HEARD, MAY FINE A REGISTRANT WHO DISTRIBUTES
16	$\underline{\underline{A}}$ VETERINARY DRUG IN VIOLATION OF THIS ARTICLE NOT LESS THAN FIFTY
17	DOLLARS NOR MORE THAN FIVE HUNDRED DOLLARS FOR EACH VIOLATION,
18	WITH A MAXIMUM AGGREGATED FINE OF FIVE THOUSAND DOLLARS FOR
19	MULTIPLE VIOLATIONS.
20	(B) IN SETTING A FINE, THE BOARD SHALL CONSIDER THE
21	REGISTRANT'S ABILITY TO PAY. IF THE BOARD DETERMINES THAT PAYING
22	THE FINE WOULD CAUSE THE REGISTRANT AN UNDUE HARDSHIP, THE
23	BOARD SHALL WAIVE THE FINE.
24	SECTION 4. Appropriation. For the 2016-17 state fiscal year,
25	\$5,220 is appropriated to the department of regulatory agencies for use by
26	the division of professions and occupations. This appropriation is from
2.7	the division of professions and occupations cash fund created in section

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1	24-34-105 (2) (b) (I), C.R.S. To implement this act, the division may use
2	this appropriation for operating expenses.
3	SECTION 5. Effective date - applicability. This act takes effect
1	July 1, 2016, and applies to offenses committed on or after said date.
5	SECTION 6. Safety clause. The general assembly hereby finds
5	determines, and declares that this act is necessary for the immediate
7	preservation of the public peace, health, and safety.

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