FEB 1 4 2002 COMMERCE AND REGULATION

HOUSE FILE 2333 BY HEATON

 Passed House, Date
 Passed Senate, Date

 Vote: Ayes
 Nays

 Approved
 Vote: Ayes

A BILL FOR

An Act providing for the regulation of pharmacies utilizing an
 internet site or electronic mail, and providing a penalty.
 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF IOWA:

TLSB 5378HH 79 rn/hk/91 HF 2333

S.F. _____ H.F. 2333

1 Section 1. Section 155A.3, Code 2001, is amended by adding
2 the following new subsections:

<u>NEW SUBSECTION</u>. 15A. "Electronic mail" means any message
transmitted through the international network of
interconnected government, educational, and commercial
computer networks, including but not limited to messages
transmitted from or to any address affiliated with an internet
site.

9 <u>NEW SUBSECTION</u>. 16A. "Internet site" means a specific 10 location on the international network of interconnected 11 government, educational, and commercial computer networks that 12 is determined by internet protocol numbers, by a domain name, 13 or by both, including but not limited to domain names that use 14 the designations ".com", ".edu", ".gov", ".org", and ".net". 15 Sec. 2. <u>NEW SECTION</u>. 155A.40 INTERNET SALES --16 REQUIREMENTS.

17 1. A pharmacy shall not sell, dispense, distribute, or 18 deliver a prescription drug to an ultimate user in this state 19 through an internet site or by electronic mail unless all of 20 the following apply:

a. The pharmacy is licensed pursuant to section 155A.13 or22 155A.13A.

b. The internet site or electronic mail is in compliance
with any applicable federal requirements and displays in a
clear and conspicuous manner the identifying information
specified in section 155A.13, subsection 6.

c. The pharmacy is certified pursuant to the verified
internet pharmacy practice site program developed by the
national association of boards of pharmacy.

30 d. A pharmacist or practitioner who sells, dispenses, 31 distributes, or delivers a prescription drug, or writes a 32 prescription order through the internet site or electronic 33 mail is licensed by the applicable licensing board.

34 2. The internet site or electronic mail subject to this35 section shall not contain or issue any waiver, disclaimer, or

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1 limitation of liability to which the pharmacy, pharmacist, or 2 practitioner would otherwise be subject.

3 3. A pharmacy, pharmacist, or practitioner who violates a
4 provision of this section shall be subject to the penalty
5 provisions contained in section 155A.18.

EXPLANATION

7 This bill provides for the regulation of pharmacies 8 utilizing an internet site or electronic mail.

6

9 The bill defines "internet site" as a specific location on 10 the international network of interconnected government, 11 educational, and commercial computer networks that is 12 determined by internet protocol numbers, by a domain name, or 13 by both. The bill defines "electronic mail" as any message 14 transmitted through the international network of 15 interconnected government, educational, and commercial 16 computer networks, including but not limited to messages 17 transmitted from or to any address affiliated with an internet 18 site.

19 The bill provides that a pharmacy shall not sell, dispense, 20 distribute, or deliver a prescription drug through an internet 21 site or by electronic mail unless the pharmacy is licensed 22 either as an "in-state" or nonresident pharmacy, and if the 23 internet site or electronic mail is in compliance with any 24 applicable federal requirements and displays identifying 25 information in a clear and conspicuous manner. The bill 26 provides that a pharmacy shall also be certified pursuant to 27 the verified internet pharmacy practice sites program. The 28 bill additionally provides that a pharmacist or practitioner 29 who sells, dispenses, distributes, or delivers a prescription 30 drug, or writes a prescription order through an internet site 31 or electronic mail, must be licensed by the applicable 32 licensing board. The bill provides that an internet site or 33 electronic mail shall not contain or issue any waiver, 34 disclaimer, or limitation of liability to which the pharmacy, 35 pharmacist, or practitioner would otherwise be subject.

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The bill provides that the penalty provisions of Code 2 section 155A.18 shall apply to a pharmacy, pharmacist, or 3 practitioner in violation of Code section 155A.40. 4 Accordingly, a violation could result in various license-5 related sanctions pursuant to Code section 272C.3, or in the 6 imposition of a civil penalty not to exceed \$25,000.