

**First Regular Session  
Seventy-first General Assembly  
STATE OF COLORADO**

**INTRODUCED**

LLS NO. 17-1227.01 Richard Sweetman x4333

**HOUSE BILL 17-1371**

---

**HOUSE SPONSORSHIP**

**Lee,**

**SENATE SPONSORSHIP**

**Cooke,**

---

**House Committees**

Judiciary

**Senate Committees**

---

**A BILL FOR AN ACT**

101      **CONCERNING THE DISTRIBUTION OF MEDICATIONS TO OUTLETS THAT**  
102      **ARE UNDER COMMON OWNERSHIP OF CERTAIN ENTITIES.**

---

**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://leg.colorado.gov>.)*

Current law allows an accredited hospital, a prescription drug outlet operated by a health maintenance organization, and the state department of corrections to distribute compounded and prepackaged medications, without limitation, to pharmacies under common ownership of the entity. The bill allows these entities to distribute such medications to other outlets under common ownership of each entity as well.

Shading denotes HOUSE amendment. Double underlining denotes SENATE amendment.  
*Capital letters indicate new material to be added to existing statute.*  
*Dashes through the words indicate deletions from existing statute.*

---

1 *Be it enacted by the General Assembly of the State of Colorado:*

2           **SECTION 1.** In Colorado Revised Statutes, 12-42.5-118, **amend**  
3 (15)(b) introductory portion as follows:

4           **12-42.5-118. Compounding - dispensing - sale of drugs and**  
5 **devices - rules - definition.** (15) (b) The following may distribute  
6 compounded and prepackaged medications, without limitation, to  
7 pharmacies AND OTHER OUTLETS under common ownership of the entity:

8           **SECTION 2. Safety clause.** The general assembly hereby finds,  
9 determines, and declares that this act is necessary for the immediate  
10 preservation of the public peace, health, and safety.